AISHWARYA TECHNOLOGIES AND TELECOM LIMITED
(FORMERLY KNOWN AS AISHWARYA TELECOM LIMITED)
CIN : L72200TG1995PLC020569

DNV

Registered Office :
1-3-1026 & 1027, Kawadiguda,
Behind Hotel Marriott Courtyard,
Hyderabad - 500 080, Telangana, INDIA.
Tel : +91-40-2753 1324 to 28
Fax : +91-40-2753 5423
E-mail : accounting@aishwaryatechtele.com
: purchase@aishwaryatechtele.com
website : www.aishwaryatechtele.com

To,

Date: 20.12.2018

BSE Limited
P. J. Towers, Dalal Street
Mumbai - 400 001

Dear Sir/ Madam,

Sub: Annual report for the year 2017-18
Ref: Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) 2015

With reference to the subject cited, please find enclosed Annual report of the Company for the year 2017-18 as approved by the shareholders in the AGM held on 30.11.2018 pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is for the information and records of the exchange, please.

Thanking you.

Yours faithfully,
For Aishwarya Technologies and Telecom Limited

Aishwarya Technologies and Telecom Hyderabad

G. Rama Manohar Reddy
Managing Director
DIN: 00135900

Encl. as above

23rd

ANNUAL REPORT

2017-2018

AISHWARYA TECHNOLOGIES AND TELECOM LIMITED

(Formerly known as AISHWARYA TELECOM LIMITED)

AISHWARYA TECHNOLOGIES AND TELECOM LIMITED
(Formerly Known as Aishwarya Telecom Limited)

23rd
ANNUAL REPORT

2017-2018

CORPORATE INFORMATION

BOARD OF DIRECTORS

1. *Mr. K. Hari Krishna Reddy	-	Chairman & Whole-Time Director	(DIN: 01302713)
2. Mr. G. Rama Manohar Reddy	-	Managing Director	(DIN: 00135900)
3. Mrs. G. Amulya Reddy	-	Whole time Director cum CFO	(DIN: 00136428)
4. *Mr D. Venkateswara Rao	-	Whole-time Director	(DIN: 03616715)
5. *Mr. Ashish Kasaraneni	-	Non-Executive Director	(DIN: 06763875)
6. Mr. Modipalli Kesavaiah	-	Independent Director	(DIN: 05322821)
7. Mr. K. Rajender Reddy	-	Independent Director	(DIN: 06885840)
8. *Mr. Mahesh A. Kuvadia	-	Independent Director	(DIN: 07195042)
9. Mr. D. Venkata Subbiah	-	Independent Director	(DIN: 00006618)
10. *Mr. M. Srinivasa Rao	-	Independent Director	(DIN: 03456187)
11. *Mr. Medishetty Srinivas Kumar	-	Independent Director	(DIN: 07878337)
12. #Mr. G. Ramakrishna Reddy	-	Chairman	(DIN: 00136203)

*Appointed w.e.f. 12.10.2018
#Resigned w.e.f. 12.10.2018

REGISTERED OFFICE

1-3-1026 & 1027, Singadikunta,
Kawadiguda, Hyderabad-500080,
Telangana.
Ph.Nos: 040- 27531324/25/26
Fax: 040-27535423
Email: sales@aishwaryatechtele.com

CORPORATE IDENTITY NUMBER

L72200TG1995PLC020569

AUDITORS

M/s. CSVR and Associates
Chartered Accountants,
Flat No. F2, Trendset Ville,
Road No.3, Banjara hills,
Hyderabad – 500 034

INTERNAL AUDITOR

M/s. Ramana Reddy & Associates,

Chartered Accountants

BANKERS

State Bank of India
Commercial Branch
Surya Towers, SP Road
Secunderabad- 500 003

AUDIT COMMITTEE:

1. Mr. D. Venkata Subbiah	-	Chairman
2. Mr. K. Rajender Reddy	-	Member
3. Mr. M. Kesavaiah	-	Member

NOMINATION & REMUNERATION COMMITTEE:

1. Mr. D. Venkata Subbiah	-	Chairman
2. Mr. K. Rajender Reddy	-	Member
3. Mr. M. Kesavaiah	-	Member

STAKEHOLDER RELATIONSHIP COMMITTEE:

1. Mr. M. Kesavaiah	-	Chairman
2. Mr. D. Venkata Subbiah	-	Member
3. Mr. K. Rajender Reddy	-	Member

INDEPENDENT DIRECTORS COMMITTEE:

1. Mr. M. Kesavaiah	-	Chairman
2. Mr. D. Venkata Subbiah	-	Member
3. Mr. K. Rajender Reddy	-	Member

RISK MANAGEMENT COMMITTEE:

1. Mr. K. Rajender Reddy	-	Chairman
2. Mr. G. Rama Manohar Reddy	-	Member

REGISTRAR & SHARE TRANSFER AGENTS

Bigshare Services Private Limited
306, Right Wing, 3rd Floor, Amrutha Ville,
Opp. Yashoda Hospital Somajiguda,
Rajbhavan Road, Hyderabad 500082,
Telangana

LISTED AT	:	BSE Limited
ISIN	:	INE778101024
WEBSITE	:	www.aishwaryatechtele.com
INVESTOR E-MAIL ID	:	accounting@aishwaryatechtele.com

NOTICE

Notice is hereby given that the 23rd Annual General Meeting of the Shareholders of Aishwarya Technologies and Telecom Limited will be held on Friday, the 30th of November, 2018 at 11.00 a.m. at the Registered Office of the Company at 1-3-1026 & 1027, Singadikunta, Kawadiguda, Hyderabad - 500080, Telangana to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31st, 2018, the Statement of Profit & Loss and Cash Flow Statement (including the consolidated financial statements) for the year ended on that date together with the Notes attached thereto, along with the Reports of Auditors and Directors thereon.

2. To appoint a director in place of G. Amulya Reddy (DIN: 00136428) who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

3. **TO APPOINT MR. K. HARI KRISHNA REDDY (DIN: 01302713) AS DIRECTOR OF THE COMPANY:**

   To consider and if, thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

   "**RESOLVED THAT** pursuant to the provisions of Section 149 of the Companies Act, 2013 and the Rules made there under and the Articles of Association of the Company, Mr. K. Hari Krishna Reddy (DIN: 01302713), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 12.10.2018 and who holds office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013, be and is hereby appointed as a director of the Company."

   "**RESOLVED FURTHER THAT** the Board is here by authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

4. **TO APPOINT MR. K. HARI KRISHNA REDDY (DIN: 01302713) AS WHOLE-TIME DIRECTOR & CHAIRMAN OF THE COMPANY:**

   To consider and if, thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

   "**RESOLVED THAT** pursuant to the provisions of Sections 196, 197, read with Schedule V and other applicable provisions if any, of the Companies Act, 2013 including any statutory modification(s) or re-enactment thereof for the time being in force and Articles of Association of the Company, the consent of the members of the company be and is hereby accorded for appointment of Mr. K. Hari Krishna Reddy (DIN: 01302713) as Whole-time Director and Chairman of the Company for a period of three years with effect from 12.10.2018 to 11.10.2021 as recommended by the nomination and remuneration committee at a remuneration of Rs. 5,50,000 per month, not liable to retire by rotation."

   "**RESOLVED FURTHER THAT** in terms of Schedule V of the Companies Act, 2013, as amended from time to time, the Board of Directors be and is hereby authorized to fix, vary or increase the remuneration, perquisites, and allowances etc. within such prescribed limits".

   "**RESOLVED FURTHER THAT** in the event of losses or inadequacy of profits in any financial year during his tenure the Company shall pay to Mr. K. Hari Krishna Reddy remuneration by way of salaries and allowances as specified above as minimum remuneration and in accordance with the limits specified under the Companies Act, 2013 read with Schedule V to the Companies Act 2013, or such other limit as may be prescribed by the Government from time to time".

   "**RESOLVED FURTHER THAT** the Board is hereby authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

5. **TO APPOINT MR. D. VENKATESWARA RAO (DIN: 03616715) AS DIRECTOR OF THE COMPANY:**

   To consider and if, thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

"**RESOLVED THAT** pursuant to the provisions of Section 149 of the Companies Act, 2013 and the Rules made there under and the Articles of Association of the Company, Mr. D. Venkateswara Rao (DIN: 03616715), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 12.10.2018 and who holds office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013, be and is hereby appointed as a director of the Company liable to retire by rotation."

"**RESOLVED FURTHER THAT** the Board is here by authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

6. **TO APPOINT MR. D. VENKATESWARA RAO (DIN: 03616715) AS WHOLE-TIME DIRECTOR OF THE COMPANY:**

To consider and if, thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

"**RESOLVED THAT** pursuant to the provisions of Sections 196, 197, read with Schedule V and other applicable provisions if any, of the Companies Act, 2013 including any statutory modification(s) or re-enactment thereof for the time being in force and Articles of Association of the Company, the consent of the members of the company be and is hereby accorded for appointment of Mr. D. Venkateswara Rao (DIN: 03616715) as Whole-time Director of the Company for a period of three years with effect from 12.10.2018 to 11.10.2021 as recommended by the nomination and remuneration committee at a remuneration of Rs. 1,10,000 per month, not liable to retire by rotation."

"**RESOLVED FURTHER THAT** in terms of Schedule V of the Companies Act, 2013, as amended from time to time, the Board of Directors be and is hereby authorized to fix, vary or increase the remuneration, perquisites, and allowances etc. within such prescribed limits".

"**RESOLVED FURTHER THAT** in the event of losses or inadequacy of profits in any financial year during his tenure the Company shall pay to Mr. D. Venkateswara Rao remuneration by way of salaries and allowances as specified above as minimum remuneration and in accordance with the limits specified under the Companies Act, 2013 read with Schedule V to the Companies Act 2013, or such other limit as may be prescribed by the Government from time to time".

"**RESOLVED FURTHER THAT** the Board is hereby authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

7. **APPOINTMENT OF MR. ASHISH KASARANENI (DIN: 06763875) AS NON-EXECUTIVE DIRECTOR OF THE COMPANY:**

To consider and if, thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

"**RESOLVED THAT** pursuant to the provisions of Section 149 of the Companies Act, 2013 and the Rules made there under and the Articles of Association of the Company, Mr. Ashish Kasaraneni (DIN: **06763875**), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 12.10.2018 and who holds office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013, be and is hereby appointed as a director of the Company liable to retire by rotation."

"**RESOLVED FURTHER THAT** the Board is here by authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

8. **TO APPOINT MR. MEDISHETTY SRINIVAS KUMAR (DIN: 07878337) AS INDEPENDENT DIRECTOR OF THE COMPANY:**

To consider, and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

"**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 of the Companies Act, 2013 and rules made thereunder, Mr. Medishetty Srinivas Kumar holding (DIN: 07878337) who was appointed as additional director by the Board of Directors in the meeting held on 12.10.2018 pursuant to the provisions of Section 161 (1) of the Companies Act, 2013 read with Articles of Association of the Company and whose term of office expires at the ensuing Annual General Meeting of the Company or the last date on which the Annual General Meeting should have been held, whichever is earlier and who meets criteria of independence as provided under Section 149(6) of the Companies Act, 2013, be and is hereby appointed as Independent Director of the company, not liable to retire by rotation, to hold office for a term of 5(five) consecutive years up to 11.10.2023.

"**RESOLVED FURTHER THAT** the Board is hereby authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

9. TO APPOINT MR. M. SRINIVASA RAO (DIN: 03456187) AS INDEPENDENT DIRECTOR OF THE COMPANY:

To consider, and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

"**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 of the Companies Act, 2013 and rules made thereunder, Mr. M. Srinivasa Rao holding (DIN: 03456187) who was appointed as additional director by the Board of Directors in the meeting held on 12.10.2018 pursuant to the provisions of Section 161 (1) of the Companies Act, 2013 read with Articles of Association of the Company and whose term of office expires at the ensuing Annual General Meeting of the Company or the last date on which the Annual General Meeting should have been held, whichever is earlier and who meets criteria of independence as provided under Section 149(6) of the Companies Act, 2013, be and is hereby appointed as Independent Director of the company, not liable to retire by rotation, to hold office for a term of 5(five) consecutive years up to 11.10.2023.

"**RESOLVED FURTHER THAT** the Board is hereby authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

10. TO APPOINT MR. MAHESH A. KUVADIA (DIN: 07195042) AS INDEPENDENT DIRECTOR OF THE COMPANY:

To consider, and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

"**RESOLVED THAT** pursuant to the provisions of Section 149, 150, 152 of the Companies Act, 2013 and rules made thereunder, Mr. Mahesh A. Kuvadia holding (DIN: 07195042) who was appointed as additional director by the Board of Directors in the meeting held on 12.10.2018 pursuant to the provisions of Section 161 (1) of the Companies Act, 2013 read with Articles of Association of the Company and whose term of office expires at the ensuing Annual General Meeting of the Company or the last date on which the Annual General Meeting should have been held, whichever is earlier and who meets criteria of independence as provided under Section 149(6) of the Companies Act, 2013, be and is hereby appointed as Independent Director of the company, not liable to retire by rotation, to hold office for a term of 5(five) consecutive years up to 11.10.2023.

"**RESOLVED FURTHER THAT** the Board is hereby authorized to take all necessary steps as may be necessary to give effect to the above resolution including filing of all such necessary documents as may be required in this regard."

For and on behalf of the Board
Aishwarya Technologies and Telecom Limited

Sd/-
(G. Rama Manohar Reddy)
Managing Director
(DIN: 00135900)

Place: Hyderabad
Date: 05.11.2018

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** The instrument of Proxy in order to be effective shall be deposited at the Registered Office of the Company by not less than 48 hours before the commencement of the Meeting.

   Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty (50) members and holding in aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy, who shall not act as a proxy for any other person or shareholder. The appointment of proxy shall be in the Form No. MGT.11 annexed herewith.

2. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Business to be transacted at the Annual General Meeting as set out in the Notice is annexed hereto.

3. The Register of Members and Share Transfer Books of the Company will remain closed from 24.11.2018 to 30.11.2018 (Both days inclusive).

4. Members holding shares in the electronic form are requested to inform any changes in address/bank mandate directly to their respective Depository Participants.

5. Members are requested to hand over the enclosed Attendance Slip, duly signed in accordance with their specimen signature(s) registered with the Company for admission to the meeting hall. Members who hold shares in dematerialised form are requested to bring their Client ID and DP ID Numbers for identification.

6. Corporate Members are requested to send to the Company's Registrar & Transfer Agent, a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General Meeting.

7. In case of joint holders attending the Meeting, only such joint holders who are higher in the order of names will be entitled to vote.

8. Members holding shares in electronic form may note that bank particulars registered against their respective registered accounts will be used by the Company for the payment of dividend. The Company or its Registrar and Share Transfer Agent cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant of the members.

9. Recent regulations require submission of Aadhar/PAN number by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit Aadhar card/PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their Aadhar card/PAN details to the Company/ Registrar and Share Transfer Agents (Bigshare Services Private Ltd.)

10. As a measure of austerity, copies of the annual report will not be distributed at the Annual General Meeting. Members are therefore, requested to bring their copies of the Annual Report to the Meeting.

11. Members holding shares in the same name under different ledger folios are requested to apply for Consolidation of such folios and send the relevant share certificates to **Bigshare Services Private Ltd.,** Share Transfer Agents of the Company for their doing the needful.

12. Members are requested to send their queries at least 10 days before the date of meeting so that information can be made available at the meeting.

13. In respect of shares held in physical mode, all shareholders are requested to intimate changes, if any, in their registered address immediately to the registrar and share transfer agent of the company and correspond with them directly regarding share transfer/transmission /transposition, Demat / Remat, change of address, issue of duplicate shares certificates, ECS and nomination facility.

14. In terms of Section 72 of the Companies Act, 2013, a member of the company may nominate a person on whom the shares held by him/her shall vest in the event of his/her death. Members desirous of availing this facility may submit nomination in prescribed Form-SH-13 to the company/RTA in case shares are held in physical form, and to their respective depository participant, if held in electronic form.

15. Electronic copy of the Annual Report for 2017-18 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2017-18 is being sent in the permitted mode.

16. Members may also note that the Notice of the 23rd Annual General Meeting and the Annual Report for 2017-18 will also be available on the Company's website www.aishwaryatechtele.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: accounting@aishwaryatechtele.com.

17. **Voting through Electronic Means (E-Voting Facility)**

Pursuant to the provisions of Section 108 of the Act read with the rules there under and Regulation 44 of SEBI LODR Regulations, the Company is offering e-voting facility to its members in respect of the businesses to be transacted at the 23rd Annual General Meeting scheduled to be held on Friday, 30th November, 2018 at 11:00 a.m. at 1-3-1026 &1027, Singadikunta, Kawadiguda, Hyderabad - 500080, Telangana.

The Company has engaged the services of Central Depository Services (India) Limited (CDSL) as the Authorized Agency to provide e-voting facilities. The e-voting particulars are set out below:

The e-voting facility will be available during the following voting period:

Commencement of e-voting: **From 27th November, 2018 at 9.00 a.m.**

End of e-voting: **Up to 29th November, 2018 at 5.00 p.m.**

The cut-off date (i.e. the record date) for the purpose of e-voting is 23rd November, 2018.

Please read the procedure and instructions for e-voting given below before exercising the vote.

This communication forms an integral part of the Notice dated 05.11.2018 for the AGM scheduled to be held on 30th November, 2018 at 11.00 a m. which is enclosed herewith and is also made available on the website of the Company www.aishwaryatechtele.com. Attention is invited to the statement on the accompanying Notice that the Company is pleased to provide e-voting facility through CDSL for all shareholders of the Company to enable them to cast their votes electronically on the resolution mentioned in the Notice of the 23rd Annual General Meeting of the Company dated 12.10.2018. Mr. Vivek Surana has been appointed as the Scrutinizer for the e-voting and ballot process.

Procedure and instructions for e-voting

The instructions for shareholders voting electronically are as under:

(I) The voting period begins on 09.00 a.m. on 27.11.2018 and will end at 05.00 p.m. on 29.11.2018. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23.11.2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) The shareholders should log on to the e-voting website www.evotingindia.com.

(iii) Click on Shareholders.

(iv) Now Enter your User ID

- (i) For CDSL: 16 digits beneficiary ID,
- (ii) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- (iii) Members holding shares in Physical Form should enter Folio Number registered with the Company.

(v) Next enter the Image Verification as displayed and Click on Login.

(vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

(vii) If you are a first time user follow the steps given below :

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xi) Click on the EVSN for the relevant <Aishwarya Technologies and Telecom Limited>

(xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvi) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.

(xix) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

18. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date 23rd November, 2018.
19. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which the directors are interested under Section 189 of the Companies Act, 2013, will be available for inspection at the AGM.
20. Relevant documents referred to in the accompanying Notice, as well as Annual Reports and Annual Accounts of the Subsidiaries Companies whose Annual Accounts have been consolidated with the Company are open for inspection at the Registered Office of the Company, during the office hours, on all working days between 10.00 A.M. to5.00 P.M. up to the date of Annual General Meeting.
21. SEBI has notified vide Notification No. SEBI/LAD-NRO/GN/2018/24 that securities of the listed companies can be transferred only in dematerialized form. In view of the above and to avail various benefits of dematerialization, members are advised to dematerialize shares held by them in physical form.

22. The Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated April 21 and April 29, 2011 respectively), has undertaken a 'Green Initiative in Corporate Governance' and allowed companies to share documents with its shareholders through an electronic mode. Members are requested to support this green initiative by registering/uploading their email addresses, in respect of shares held in dematerialized form with their respective Depository Participant and in respect of shares held in physical form with the Company's Registrar and Share Transfer Agents.

For and on behalf of the Board
Aishwarya Technologies and Telecom Limited

Sd/-
G. Rama Manohar Reddy
Managing Director
(DIN: 00135900)

Place: Hyderabad
Date: 05.11.2018

EXPLANATORY STATEMENT
[Pursuant to Section 102 of the Companies Act, 2013]

ITEM NO. 3 & 4:

Mr. K. Hari Krishna Reddy (DIN: 01302713) was inducted into Board as Additional Director of the company, with effect from 12.10.2018 pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and holds the office as such up to the date of ensuing Annual General Meeting or the last date on which the annual general meeting should have been held, whichever is earlier.

Based on the recommendations of the Nomination and Remuneration Committee, the Board of Directors of the Company at their meeting held on 12.10.2018, approved the appointment of Mr. K. Hari Krishna Reddy (DIN: 01302713) as Whole-time Director and Chairman of the Company for a term of three years commencing from 12.10.2018 to 11.10.2021.

The Board of Directors recommends the passing of the above resolutions as Ordinary Resolutions as set out in the item no. 3 & 4.

Save and except Mr. K. Hari Krishna Reddy (DIN: 01302713) none of the other Directors/Key Managerial Personnel and their relatives is in any way interested or concerned financially or otherwise, in the Resolutions as set out in the notice.

Information in accordance with Schedule V of Companies Act, 2013

I. GENERAL INFORMATION

1	Nature of Industry : Technology and Telecom
2	Date or expected date of commencement of commercial: The Company started its commercial operations in the year 1995
3	In case of new companies, expected date of commencement of business activities as per project approved by financial institutions appearing in the prospects: Not Applicable
4	Financial performance based on given indications

Particulars	2017-18 (Rs. in lakhs)	2016-17 (Rs. in lakhs)	2015-16 (Rs. in lakhs)
Turnover	2414.81	5704.25	4719.22
Net profit/loss after Tax	(918.33)	(46.70)	109.90)

5.	Foreign investments or collaborations, if any: Not Applicable

II.INFORMATION ABOUT THE APPOINTEE:

1.	Background Details: Mr. K. Hari Krishna Reddy, aged about 48 years is a fellow Chartered Accountant and Certified Public Accountant.
2.	Past Remuneration: NIL
3.	Recognition or awards : Not Applicable
4.	Job Profile and his suitability: Mr. K. Hari Krishna Reddy is financial advisor to many Indian and foreign companies with a rich experience over 3 decades in accounts, taxation, audit, entrepreneurship, portfolio management etc.
5.	Remuneration proposed: As set out in the resolutions for the item No. 4 the remuneration to Mr. K. Hari Krishna Reddy, Whole-time Director has the approval of the Nomination and Remuneration Committee and Board of Directors.6.Comparative remuneration profile with respect to industry, size of the company profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin): Taking into consideration of the size of the Company, the profile of Mr. K. Hari Krishna Reddy and the responsibilities shouldered on him, the aforesaid remuneration package is commensurate with the remuneration package paid to managerial positions in other companies.
6.	Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any: Besides the remuneration proposed, he is not having any other Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel.

III.OTHER INFORMATION:

1.	Reasons for inadequate profits: The Company is in the mode of expansion of the business which will requires spending lot of money upfront leading to inadequate profits in the initial years. All this expenditure will result in to revenues over a period of next two to three years.
2.	Steps taken or proposed to be taken for improvement: Necessary efforts are being made to increase the clientele who in turn contribute for the growth of the business as well as the profitability.
3.	Expected increase in productivity and profit in measurable terms: The company is committed to build the business operations within budget and considering that the business operates on a going concern basis, it is believed that financial position of the company will improve considerably in the coming years.

ITEM NO. 5 & 6:

Mr. D. Venkateswara Rao (DIN: 03616715) was inducted into Board as Additional Director of the company, with effect from 12.10.2018 pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and holds the office as such up to the date of ensuing Annual General Meeting or the last date on which the annual general meeting should have been held, whichever is earlier.

Based on the recommendations of the Nomination and Remuneration Committee, the Board of Directors of the Company at their meeting held on 12.10.2018, approved the appointment of Mr. D. Venkateswara Rao (DIN: 03616715) as Whole-time Director of the Company for a term of three years commencing from 12.10.2018 to 11.10.2021.

The Board of Directors recommends the passing of the above resolutions as Ordinary Resolutions as set out in the item no. 5 & 6.

Save and except Mr. D. Venkateswara Rao (DIN: 03616715) none of the other Directors/Key Managerial Personnel and their relatives is in any way interested or concerned financially or otherwise, in the Resolutions as set out in the notice.

Information in accordance with Schedule V of Companies Act, 2013

I. GENERAL INFORMATION

1	Nature of Industry : Technology and Telecom
2	Date or expected date of commencement of commercial: The Company started its commercial operations in the year 1995
3	In case of new companies, expected date of commencement of business activities as per project approved by financial institutions appearing in the prospects: Not Applicable
4	Financial performance based on given indications

Particulars	2017-18 (Rs. in lakhs)	2016-17 (Rs. in lakhs)	2015-16 (Rs. in lakhs)
Turnover	2414.81	5704.25	4719.22
Net profit/loss after Tax	(918.33)	(46.70)	(109.90)

5. Foreign investments or collaborations, if any: Not Applicable

II. INFORMATION ABOUT THE APPOINTEE:

1.	Background Details: Mr. D. Venkateswara Rao, aged about 46 years is a graduate in Commerce.
2.	Past Remuneration: NIL
3.	Recognition or awards : Not Applicable
4.	Job Profile and his suitability: Mr. D. Venkateswara Rao has work experience of 2 decades in cost accountancy, finance and accounts. Rich experience in power and telecom industry.
5.	Remuneration proposed: As set out in the resolutions for the item No. 6 the remuneration to Mr. D. Venkateswara Rao, Whole-time Director has the approval of the Nomination and Remuneration Committee and Board of Directors.
6.	Comparative remuneration profile with respect to industry, size of the company profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin): Taking into consideration of the size of the Company, the profile of Mr. D. Venkateswara Rao and the responsibilities shouldered on him, the aforesaid remuneration package is commensurate with the remuneration package paid to managerial positions in other companies.
7.	Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any: Besides the remuneration proposed, he is not having any other Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel.

III.OTHER INFORMATION:

1.	Reasons for inadequate profits: The Company is in the mode of expansion of the business which will requires spending lot of money upfront leading to inadequate profits in the initial years. All this expenditure will result in to revenues over a period of next two to three years.
2.	Steps taken or proposed to be taken for improvement: Necessary efforts are being made to increase the clientele who in turn contribute for the growth of the business as well as the profitability.
3.	Expected increase in productivity and profit in measurable terms: The company is committed to build the business operations within budget and considering that the business operates on a going concern basis, it is believed that financial position of the company will improve considerably in the coming years.

ITEM NO. 7:

Mr. Ashish Kasaraneni was inducted into Board as Additional Director of the company, with effect from 12.10.2018 pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and holds the office as such up to the date of ensuing Annual General Meeting or the last date on which the annual general meeting should have been held, whichever is earlier.

Based on the recommendations of the Nomination and Remuneration Committee, the Board of Directors of the Company at their meeting held on 12.10.2018, approved the appointment of Mr. Ashish Kasaraneni as Non-Executive Director of the Company.

The Board of Directors recommends the passing of the above resolutions as Ordinary Resolution as set out in the item no. 7.

Save and except Mr. Ashish Kasaraneni, none of the other Directors/Key Managerial Personnel and their relatives is in any way interested or concerned financially or otherwise, in the Resolutions as set out in the notice.

ITEM NO. 8:

Mr. Medishetty Srinivas Kumar was appointed as Additional Director on 12.10.2018, in terms of Section 161 (1) of the Companies Act, 2013, in the category of 'Non-Executive & Independent' and is continuing as 'Independent Director'. In terms of the aforesaid section of the Companies Act, 2013, an Additional Director shall who hold office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013.

In order to ensure compliance with the provisions of Sections 149 and 152 of the Companies Act, 2013 read with Rules made there under and Schedule IV of the Act, it is proposed that approval of the shareholders be accorded for the appointment of Mr. Medishetty Srinivas Kumar as 'Independent Director' for a term up to 11.10.2023, and pass the resolution set out at Item No. 8.

In the opinion of the Board, Mr. Medishetty Srinivas Kumar fulfils the conditions specified in the Companies Act, 2013 and the Rules framed there under and Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 for appointment as an Independent Director and he is independent of the management.

Except Mr. Medishetty Srinivas Kumar being an appointee none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 8.

ITEM NO. 9:

Mr. M. Srinivasa Rao was appointed as Additional Director on 12.10.2018, in terms of Section 161 (1) of the Companies Act, 2013, in the category of 'Non-Executive & Independent' and is continuing as 'Independent Director'. In terms of the aforesaid section of the Companies Act, 2013, an Additional Director shall who hold office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013.

In order to ensure compliance with the provisions of Sections 149 and 152 of the Companies Act, 2013 read with Rules made there under and Schedule IV of the Act, it is proposed that approval of the shareholders be accorded for the appointment of Mr. M. Srinivasa Rao as 'Independent Director' for a term up to 11.10.2023, and pass the resolution set out at Item No. 9.

In the opinion of the Board, Mr. M. Srinivasa Rao fulfils the conditions specified in the Companies Act, 2013 and the Rules framed there under and Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 for appointment as an Independent Director and he is independent of the management.

Except Mr. M. Srinivasa Rao being an appointee none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 9.

ITEM NO. 10:

Mr. Mahesh A. Kuvadia was appointed as Additional Director on 12.10.2018, in terms of Section 161 (1) of the Companies Act, 2013, in the category of 'Non-Executive & Independent' and is continuing as 'Independent Director'. In terms of the aforesaid section of the Companies Act, 2013, an Additional Director shall who hold office until the date of the ensuing Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier and in terms of Section 161(1) of the Companies Act, 2013.

In order to ensure compliance with the provisions of Sections 149 and 152 of the Companies Act, 2013 read with Rules made there under and Schedule IV of the Act, it is proposed that approval of the shareholders be accorded for the appointment of Mr. Mahesh A. Kuvadia as 'Independent Director' for a term up to 11.10.2023, and pass the resolution set out at Item No. 10.

In the opinion of the Board, Mr. Mahesh A. Kuvadia fulfils the conditions specified in the Companies Act, 2013 and the Rules framed there under and Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 for appointment as an Independent Director and he is independent of the management.

Except Mr. Mahesh A. Kuvadia being an appointee none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 10.

For and on behalf of the Board
Aishwarya Technologies and Telecom Limited

Sd/-
G. Rama Manohar Reddy
Managing Director
(DIN: 00135900)

Place: Hyderabad
Date: 05.11.2018

BOARDS' REPORT

To the Members,

The Directors have pleasure in presenting before you the 23rd Boards' Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2018.

1. FINANCIAL SUMMARY/HIGHLIGHTS, OPERATIONS, STATE OF AFFAIRS:

The performance during the period ended 31st March, 2018 has been as under:

(Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	2017-18	2016-17	2017-18	2016-17
Total Income	2574.06	5731.15	2574.06	5731.15
Total Expenditure	3821.065	726.95	3821.20	5727.09
Profit Before Tax	(1243.56)	5.20	(1243.70)	5.05
Provision for Tax	(325.36)	(51.90)	(325.36)	(51.90)
Profit after Tax	(918.20)	(46.70)	(918.34)	(46.84)

2. MATERIAL CHANGES AND COMMITMENTS:

There were no material changes and commitments affecting financial position of the company between 31st March and the date of Board's Report. (i.e. 05.11.2018) except the following:

An operational creditor filed an insolvency case against the Company before Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench. The Hon'ble NCLT admitted the case and and appointed an interim resolution professional vide its Orders dated 31.07.2018 in CP(IB) No.18/9/HDB/2018 under Section 9 of the IB Code 2016. The Company appealed against the Orders of Hon'ble NCLT in Hon'ble NCLAT, New Delhi. Hon'ble NCLAT has set aside the Orders of Hon'ble NCLT, Hyderabad Bench.

3. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

During the period under review and the date of Board's Report there was no change in the nature of Business.

4. DIVIDEND:

Keeping the Company's expansion and growth plans in mind, your Directors have decided not to recommend dividend for the year.

5. RESERVES:

The Company has not carried any amount to the reserves.

6. BOARD MEETINGS:

The Board of Directors duly met 8 (Eight) times on 29.05.2017, 28.08.2017, 14.09.2017, 01.11.2017, 16.11.2017, 14.12.2017, 30.01.2018 and 14.02.2018 and in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

7. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS:

The Company has received a declarations from Mr. D. Venkata Subbiah, Mr. K. Rajender Reddy and Mr. Modipalli Kesavaiah, Mr. Mahesh A. Kuvadia and Mr. Medishetty Srinivas Kumar Independent directors of the company to the effect that they are meeting the criteria of independence as provided in Sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

8. DIRECTORS OR KMP APPOINTED OR RESIGNED.

Mr. G. Amulya Reddy retires by rotation and being eligible offers herself for re-appointment.

Ms. Parul Agarwal has resigned from the post of Company Secretary and Compliance Officer of the Company w.e.f. 16.11.2017 due to her personal commitments and in her place Ms. Aakanksha Shukla was appointed as Company Secretary and Compliance Officer of the Company w.e.f. 17.11.2017 who resigned w.e.f. 30.01.2018.

Mr. G. Ramakrishna Reddy has resigned as a Director and Chairman of the Company w.e.f. 12.10.2018 due to ill health. The Board places on record its sincere appreciation for the guidance and services rendered by Mr. G. Ramakrishna Reddy during his tenure as Chairman of the Company and the void created by his resignation cannot be filled up.
On 12.10.2018, Mr. K. Hari Krishna Reddy and Mr. D. Venkateswara Rao were appointed as Executive Chairman and Whole-time Director respectively, Mr. Ashish Kasarneni was appointed as a Non Executive Director, Mr. Medishetty Srinivas Kumar, Mr. Srinivasa Rao and Mr. Mahesh A. Kuvadia were appointed as Independent Directors. As required under regulation 36 (3) of the SEBI (LODR), Regulations, 2015, brief particulars of the Directors seeking appointment/ re-appointment are given as under:

Name of the Director	Mrs. Amulya Reddy	Mr. K. Hari Krishna Reddy	Mr. Ashish Kasaraneni	Mr. D. Venkateswara Rao	Mr. Medishetty Srinivas Kumar	Mr. Mahesh A. Kuvvadia	Mr. M. Srinivasa Rao
Date of Birth	03/04/1972	21/01/1970	16/04/1990	01/07/1972	14/05/1983	01/11/1953	10/06/1972
Qualification	BCOM	Chartered Accountant and Certified Public Accountant	MBBS	Graduate in Commerce	B. Tech	Company Secretary, LL.B and Commerce Graduate	B. Tech in Mechanical Engineering
Expertise in specific functional areas	Day to Administration of the organisation and finance control	Financial Advisor to many Indian and foreign companies with a rich experience over 3 decades in accounts, taxation, audit, entrepreneurship, portfolio management etc.	5 years experience in running family business and specialised in areas of management and marketing.	Work experience of 2 decades in cost accountancy, finance and accounts. Rich experience in power and telecom industry.	Over 12 years qualification in Marketing, funds raising for startups and other companies.	Experience in secretarial, legal matters. Retired as Regional Director of Commerce (MCA). Presently consulting companies on corporate, legal and financial matters.	Worked for almost 15 years in US in capacities as Manager and CEO. Handled technology related matters efficiently.
Names of listed entities in which the person also holds the directorship and the membership of Committees of the board	Directorships: Nil Directorships: Nil	Directorships: Nil Directorships: Nil	Directorships: 1.Runitup Gaming Private Limited 2. Mash Relideli Private Limited Directorships: Nil	Directorships: Nil Directorships: Nil	Directorships: Nil Directorships: Nil	Directorships: 1. Kesar Enterprises Limited 2. IL&FS Solar Power Limited 3. Kapstone Construstions Private Limited Directorships: Nil	Directorships: 1. Eminence Infrastructure Private Limited 2. Eminence Technoloy Limited Directorships: Nil
No. of Shares held in the Company	75,608	1320308	-	-	-	-	-
Inter se relationship with any Director	Wife of Mr. G. Rama Manohar Reddy	NIL	NIL	NIL	NIL	NIL	NIL

9. FAMILIARISATION PROGRAMMES:

The Company familiarises its Independent Directors on their appointment as such on the Board with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, etc. through familiarisation programme. The Company also conducts orientation programme upon induction of new Directors, as well as other initiatives to update the Directors on a continuing basis. The familiarisation programme for Independent Directors is disclosed on the Company's website www.aishwaryatechtele.com

10. COMMITTEES OF THE BOARD:

The Committees of the Board focus on certain specific areas and make informed decisions in line with the delegated authority.
The following statutory Committees constituted by the Board function according to their respective roles and defined scope:

- Audit Committee of Directors
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee
- Risk Management Committee

Details of composition, terms of reference and number of meetings held for respective committees are given in the Report on Corporate Governance, which forms a part of this Report.

11. VIGIL MECHANISM:

Vigil Mechanism Policy has been established by the Company for directors and employees to report genuine concerns pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013. The same has been placed on the website of the Company.

12. DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The Directors had prepared the annual accounts on a going concern basis; and

(e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

13. INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES/ JOINT VENTURES:

Bhashwanth Power Projects Private Limited is the subsidiary of the Company. There are no operations in the subsidiary.

14. NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR.

During the year, no company has become or ceased to be its subsidiaries, joint ventures or associate company.

15. EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 annexed as a part of this Annual Report

16. STATUTORY AUDITORS:

The members of the company in accordance with section 139 of the Companies Act, 2013 had passed a resolution for appointment of M/s. CSVR & Associates., as Statutory Auditors of the company for a period of 5 years in the AGM held on 29.09.2017 to hold office up to the conclusion of 27th Annual General Meeting of the company to be held in the financial year 2021-2022 which is subject to ratification as per the provisions of Companies Act, 2013.

However, pursuant to notification from the MCA dated 07.05.2018, ratification of appointment of statutory auditors at every Annual General Meeting has been omitted.

17. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

There have been no frauds reported by the auditors u/s 143(12).

18. SECRETARIAL AUDIT:

Pursuant to the provisions of Section 134(3) (f) & Section 204 of the Companies Act, 2013, Secretarial audit report as provided by Mr. Vivek Surana, Practicing Company Secretary is annexed to this Report as an annexure.

19. QUALIFICATIONS IN AUDIT REPORTS:

Explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made—

(a) Statutory Auditors Report:

The Board has duly reviewed the Statutory Auditor's Report on the Accounts for the year ended March 31, 2018 and has noted that the same does not have any reservation, qualification or adverse remarks. However, the Board decided to further strengthen the existing system and procedures to meet all kinds of challenges and growth in the market expected in the coming years.

(b) Secretarial Audit Report:

The Board has duly reviewed the Secretarial Audit Report for the year ended March 31, 2018 on the Compliances according to the provisions of section 204 of the Companies Act 2013, and the Board has noted the observations made by the secretarial auditor. The Company will appoint the Company Secretary, change its name on BSE immediately.

20. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

The required information as per Sec.134 (3) (m) of the Companies Act 2013 is providedhereunder:

A. Conservation of Energy:

Your Company's operations are not energy intensive. Adequate measures have been taken toconserve energy wherever possible by using energy efficient computers and purchase ofenergy efficient equipment.

B. Technology Absorption:

1. Research and Development (R&D)	: NIL
2. Technology absorption, adoption and innovation	: NIL

C. Foreign Exchange Earnings and Out Go:

Foreign Exchange Earnings	: NIL
Foreign Exchange Outgo	: NIL

21. DETAILS RELATING TO DEPOSITS, COVERING THE FOLLOWING:

Your Company has not accepted any deposits falling within the meaning of Sec.73, 74 & 76 of the Companies Act, 2013 read with the Rule 8(v) of Companies (Accounts) Rules 2014, during the financial year under review. Further, there are no deposits which are not in compliance with the requirements of Chapter V of the Companies Act, 2013.

22. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

During the period under review there were no significant and material orders passed by the regulators or Courts or Tribunals impacting the going concern status and the company's operations in future.

23. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

Your Company has well established procedures for internal control across its various locations, commensurate with its size and operations. The organization is adequately staffed with qualified and experienced personnel for implementing and monitoring the internal control environment. The internal audit function is adequately resourced commensurate with the operations of the Company and reports to the Audit Committee of the Board.

The Board has appointed M/s Ramana Reddy & Associates, Chartered Accountant, Hyderabad as Internal Auditors in its meeting held 30.05.2018 for the year 2018-19. Deviations are reviewed periodically and due compliances are ensured. Summary of significant Audit observations along with recommendations and its implementations are reviewed by the Audit committee and concerns, if any, are reported to Board.

24. INSURANCE:

The properties and assets of your Company are adequately insured.

25. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The company has not given loans, Guarantees or made any investments during the year under review.

26. CREDIT & GUARANTEE FACILITIES:

The Company has been availing facilities of Credit and Guarantee as and when required, for the business of the Company, from State Bank of India Commercial Branch, Secunderabad.

27. COMPOSITION OF CSR COMMITTEE AND CONTENTS OF CSR POLICY:

Since the Company does not have the net worth of Rs. 500 Crore or more, or turnover of Rs. 1000 Crore or more, or a net profit of Rs. 5 Crore or more during the financial year, section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable and hence the Company need not adopt any Corporate Social Responsibility Policy.

28. RELATED PARTY TRANSACTIONS:

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on arm's length basis.

Your Directors draw attention of the members to the financial statements which sets out related party disclosures.

29. DISCLOSURE ABOUT COST AUDIT:

Cost Audit is not applicable to your Company.

30. RATIO OF REMUNERATION TO EACH DIRECTOR:

Under section 197(12) of the Companies Act, 2013, and Rule 5(1)(2) & (3) of the Companies(Appointment & Remuneration) Rules, 2014 read with Schedule V of the Companies Act, 2013 a ratio of remuneration to Mr. Rama Manohar Reddy, Managing Director of the Company is 11:1 and to Mrs. Amulya Reddy, Whole-Time director of the Company is 9:1.

31. CORPORATE GOVERNANCE AND SHAREHOLDERS INFORMATION:

A Separate section titled "Report on Corporate Governance" along with the Auditor's Certificate on Corporate Governance as stipulated under Regulation 34 read with Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as a part of this Annual Report

32. SECRETARIAL STANDARDS

The Company is in compliance with the applicable secretarial standards.

<u>EVENT BASED DISCLOSURES</u>

During the year under review, the Company has not taken up any of the following activities:

1. Issue of sweat equity share: NA
2. Issue of shares with differential rights: NA
3. Issue of shares under employee's stock option scheme: NA
4. Disclosure on purchase by company or giving of loans by it for purchase of its shares: NA
5. Buy back shares: NA
6. Disclosure about revision: NA
7. Preferential Allotment of Shares:

On 01.11.2017 the Company has allotted 50,00,000 convertible warrants to the Promoters at an issue price of Rs. 5/- each.

During the financial year 2017-18, the Company has allotted 6,50,000 equity shares on conversion of warrants to Mr. G. Rama Manohar Reddy, Promoter on preferential basis at issue price of Rs. 5/- per share pursuant to conversion of equity warrants.

33. NON-EXECUTIVE DIRECTORS' COMPENSATION AND DISCLOSURES:

None of the Independent / Non-Executive Directors has any pecuniary relationship or transactions with the Company which in the Judgment of the Board may affect the independence of the Directors.

34. CEO/ CFO Certification

The Managing Director cum CEO and CFO certification of the financial statements for the year 2017-18 is annexed in this Annual Report.

35. EMPLOYEE RELATIONS:

Your Directors are pleased to record their sincere appreciation of the contribution by the staff at all levels in the improved performance of the Company.
None of the employees is drawing a remuneration of Rs. 1,02,00,000/- and above per annum or Rs.8,50,000/- and above in aggregate per month, the limits prescribed under Section 197 of the Companies Act, 2013 read with rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

36. BOARD EVALUATION:

Pursuant to the applicable provisions of the Companies Act, 2013 and SEBI Listing Regulations, the Board has carried out an Annual Evaluation of its own performance, performance of the Directors and the working of its Committees. The Board's functioning was evaluated on various aspects, including inter alia degree of fulfilment of key responsibilities, Board structure and composition, establishment and delineation of responsibilities to various Committees, effectiveness of Board processes, information and functioning.

Evaluation of the Committees performance was based on the criteria like composition, its terms of the reference and effectiveness of committee meetings, etc., Individual Director's performance evaluation is based on their preparedness on the issues to be discussed, meaningful and constructive discussions and their contribution to the Board and Committee meetings. The Chairperson was evaluated mainly on key aspects of his role. These performance exercises were conducted seeking inputs from all the Directors / Committee Members wherever applicable.

The evaluation procedure followed by the company is as mentioned below:

i) Feedback is sought from each Director about their views on the performance of the Board, covering various criteria such as degree of fulfilment of key responsibilities, Board structure and composition, establishment and delineation of responsibilities to various Committees, effectiveness of Board processes, information and functioning, Board culture and dynamics, quality of relationship between the Board and the Management and efficacy of communication with external stakeholders. Feedback was also taken from every Director on his assessment of the performance of each of the other Directors.

ii) The Nomination and Remuneration Committee (NRC) then discusses the above feedback received from all the Directors.

iii) Based on the inputs received, the Chairman of the NRC also makes a presentation to the Independent Directors at their meeting, summarising the inputs received from the Directors as regards Board performance as a whole and of the Chairman. The performance of the Non-Independent Non-Executive Directors and Board Chairman is also reviewed by them.

iv) Post the meeting of the Independent Directors, their collective feedback on the performance of the Board (as a whole) is discussed by the Chairman of the NRC with the Chairman of the Board. It is also presented to the Board and a plan for improvement is agreed upon and is pursued.

v) Every statutorily mandated Committee of the Board conducts a self-assessment of its performance and these assessments are presented to the Board for consideration. Areas on which the Committees of the Board are assessed include degree of fulfilment of key responsibilities, adequacy of Committee composition and effectiveness of meetings.

vi) Feedback is provided to the Directors, as appropriate. Significant highlights, learning and action points arising out of the evaluation are presented to the Board and action plans are drawn up. During the year under report, the recommendations made in the previous year were satisfactorily implemented.

The peer rating on certain parameters, positive attributes and improvement areas for each Board member are also provided to them in a confidential manner. The feedback obtained from the interventions is discussed in detail and, where required, independent and collective action points for improvement are put in place.

37. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaint Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees are covered under this policy. The following is the summary of sexual harassment complaints received and disposed during the calendar year.

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

38. ACKNOWLEDGEMENTS:

Your Directors wish to place on record their appreciation of the contribution made by the employees at all levels, to the continued growth and prosperity of your Company.

Your Directors also wish to place on record their appreciation of business constituents, banks and other financial institutions and shareholders of the Company, SEBI, BSE, NSE, MCX, NSDL, CDSL, Canara Bank, HDFC Bank etc. for their continued support for the growth of the Company.

For and on behalf of the Board
For Aishwarya Technologies and Telecom Limited

	Sd/-	**Sd/-**
Place: Hyderabad	**G. Amulya Reddy**	**G. Rama Manohar Reddy**
Date: 05.11.2018	**Whole-time Director**	**Managing Director**
	(DIN: 00136203)	**(DIN: 00135900)**

Certificate of Code of Conduct for the year 2017-18

The shareholders

Aishwarya Technologies and Telecom Limited

I, Rama Manohar Reddy , Managing Director of the Company do hereby declare that the directors and senior management of the Company have exercised their authority and powers and discharged their duties and functions in accordance with the requirements of the code of conduct as prescribed by the company and have adhered to the provisions of the same.

For and on behalf of the Board
For Aishwarya Technologies and Telecom Limited

Sd/-
G. Rama Manohar Reddy
Managing Director
(DIN: 00135900)

Place: Hyderabad
Date: 05.11.2018

CORPORATE GOVERNANCE

Aishwarya Technologies and Telecom Limited is committed to best practices in the area of Corporate Governance. Good governance facilitates effective management and control of business, maintaining a high level of business ethics and optimizing the value for all stakeholders.

The Corporate Governance Structure in the Company assigns responsibilities and entrusts authority among different participants in the organization viz. the Board of Directors, the Senior Management, Employees, etc.

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Aishwarya Technologies and Telecom Limited's Corporate Governance policies ensures, among others, the accountability of the Board of Directors and the importance of its decisions to all its participants viz employees, investors, customers, regulators etc. The Company respects the inalienable rights of the shareholders to information on the performance of the Company. The Company believes that good Corporate Governance is a continuous process and strives to improve the Corporate Governance practices to meet shareholder's expectations.

DATE OF REPORT

The information provided in the Report on Corporate Governance for the purpose of unanimity is as on 31st March, 2018. The Report is updated as on the date of the report wherever applicable.

1. BOARD OF DIRECTORS

A. COMPOSITION OF THE BOARD

The Company is managed and controlled through a professional body of Board of Directors which comprises of an optimum combination of Executive and Independent Directors headed by the Managing Director of the Company.

The Board has been enriched with the advices and skills of the Independent Directors. None of the Independent Directors has any pecuniary or business relationship. The composition of the Board of Directors and details of number of Directorships/committee chairmanships/memberships attendance particulars is as under:

S. No	Name of the Director	Category	Number of Directorships in other Companies	Number of Board Committee memberships held in other Companies		Attendance Particulars		
				Member	Chairman	Last AGM 29.09.2017	Board meetings '17-18'	
							held	attended
1.	Mr. G. Rama Manohar Reddy	Managing Director	1	–	--	Yes	8	8
2.	Mrs. G. Amulya Reddy	Whole-Time Director	--	–	–	Yes	8	8
3.	Mr. G. Rama Krishna Reddy	Non- Executive Director	1	–	–	Yes	8	8
4.	Mr. D. Venkata Subbiah	Non Executive and independent Director	3	3	1	Yes	8	8
5.	Mr. K. Rajender Reddy	Non Executive and independent Director	-	-	-	Yes	8	8
6.	Mr. M. Kesavaiah	Non Executive and independent Director	1	-	-	Yes	8	8

Mr. G. Rama Krishna Reddy, Non-Executive Director and Mr. G. Rama Manohar Reddy, Managing Director of the Company are inter-se related as father and son respectively. Mrs. G. Amulya Reddy is wife of Mr. G. Rama Manohar Reddy, Managing Director and daughter-in-law of Mr. G. Rama Krishna Reddy, Non-Executive Director.
Except the above none of the Directors are inter-se related to each other.

B. MEETINGS DURING THE YEAR

During the year, the Board of Directors duly met 8 (Eight) times on 29.05.2017, 28.08.2017, 14.09.2017, 01.011.2017, 16.11.2017, 14.12.2017, 30.01.2018 and 14.02.2018 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

C. INDEPENDENT DIRECTORS' MEETING

As per clause 7 of the schedule IV of the Companies Act (Code for Independent Directors) read with Regulation 25(3) of SEBI LODR Regulations, 2015, a separate meeting of the Independent Directors of the Company (without the attendance of Non-Independent directors) was held on 14.02.2018 to discuss:

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as whole;

2. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors of the Company were present at the meeting.

D. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS

All new independent directors inducted into the Board attend an orientation program. The details of training and familiarization program are provided in the corporate governance report. Further, at the time of the appointment of an independent director, the Company issues a formal letter of appointment outlining his / her role, function, duties and responsibilities.

2. AUDIT COMMITTEE (Constituted in terms of Sec 177 of the Companies Act, 2013 read with Regulation 18 of SEBI LODR Regulations, 2015)

A. BRIEF DESCRIPTION OF TERMS OF REFERENCE:

- Overview of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements reflect a true and fair position and that sufficient and credible information is disclosed.
- Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- Discussion with external auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- Reviewing the financial statements and draft audit report including quarterly / half yearly financial information.
- Reviewing with management the annual financial statements before submission to the Board, focusing on:

a. Any changes in accounting policies and practices;
b. Qualification in draft audit report;
c. Significant adjustments arising out of audit;
d. The going concern concept;
e. Compliance with accounting standards;
f. Compliance with stock exchange and legal requirements concerning financial statements and
g. Any related party transactions

- Reviewing the company's financial and risk management's policies.
- Disclosure of contingent liabilities.
- Reviewing with management, external and internal auditors, the adequacy of internal control systems.
- Reviewing the adequacy of internal audit function, including the audit character, the structure of the internal audit department, approval of the audit plan and its execution, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- Discussion with internal auditors of any significant findings and follow-up thereon.
- Reviewing the findings of any internal investigations by the internal auditors into the matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Looking into the reasons for substantial defaults in payments to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- Reviewing compliances as regards the Company's Whistle Blower Policy.

B. COMPOSITION, MEETINGS & ATTENDANCE:

There were four (4) Audit Committee Meetings held during the year 29.05.2017, 14.09.2017, 14.12.2017 and 14.02.2018.

Name	Designation	Category	No. of Meetings held	No. of Meetings attended
Venkata Subbiah Dintakurthi	Chairman	NED(I)	4	4
K. Rajender Reddy	Member	NED(I)	4	4
M. Kesavaiah	Member	NED(I)	4	4
G. Rama Krishna Reddy	Member	NED	4	4

NED (I): Non-Executive Independent Director
NED: Non-Executive Director

C. Previous Annual General Meeting of the Company was held on 29.09.2017 and Mr. D. Venkata Subbiah, Chairman of the Audit Committee for that period, attended previous AGM.

3. NOMINATION AND REMUNERATION COMMITTEE (Constituted in terms of Sec 178 of the Companies Act, 2013 read with Regulation 19 of SEBI LODR Regulations, 2015)

The Committee comprises of three non-executive independent Directors as on date of this report

A. BRIEF DESCRIPTION OF TERMS OF REFERENCE

- To approve the fixation/revision of remuneration of Executive Directors of the Company and while approving:
  a. to take into account the financial position of the Company, trend in the industry, appointee's qualification, experience, past performance, past remuneration etc.
  b. to bring out objectivity in determining the remuneration package while striking a balance between the interest of the Company and the Shareholders.
- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and /or removal.
- To carry out evaluation of every Director's performance.
- To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees.
- To formulate the criteria for evaluation of Independent Directors and the Board.
- To recommend/review remuneration of the Managing Director and Whole-time Director(s) based on their performance and defined assessment criteria.

B. COMPOSITION OF THE COMMITTEE

Name	Designation	Category	No. of Meetings held	No. of Meetings attended
D. Venkata Subbiah	Chairman	NED(I)	4	4
K. Rajender Reddy	Member	NED(I)	4	4
M. Kesavaiah	Member	NED(I)	4	4

NED (I) : Non Executive Independent Director

C. REMUNERATION POLICY:

The objectives of the remuneration policy are to motivate Directors to excel in their performance, recognize their contribution and retain talent in the organization and reward merit.
The remuneration levels are governed by industry pattern, qualifications and experience of the Directors, responsibilities shouldered and individual performance.

POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS' INDEPENDENCE

1. Scope:

This policy sets out the guiding principles for the Nomination & Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent Directors of the Company.

2. **Terms and References:**

2.1 **"Director"** means a director appointed to the Board of a Company.

2.2 **"Nomination and Remuneration Committee** means the committee constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

2.3 **"Independent Director"** means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 ***read with Regulation 16 (1) (b) of SEBI LODR Regulations, 2015)***

3. **Policy:**

Qualifications and criteria

3.1.1 The Nomination and Remuneration Committee, and the Board, shall review on annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a board with diverse background and experience that are relevant for the Company's operations.

3.1.2 In evaluating the suitability of individual Board member the NR Committee may take into account factors, such as:

- General understanding of the company's business dynamics, global business and social perspective;
- Educational and professional background
- Standing in the profession;
- Personal and professional ethics, integrity and values;
- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

3.1.3 The proposed appointee shall also fulfil the following requirements:

- shall possess a Director Identification Number;
- shall not be disqualified under the companies Act, 2013;
- shall endeavour to attend all Board Meeting and Wherever he is appointed as a Committee Member, the Committee Meeting;
- shall abide by the code of Conduct established by the company for Directors and senior Management personnel;
- shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the companies Act, 2013, Equity listing Agreements and other relevant laws.

3.1.4 The Nomination & Remuneration Committee shall evaluate each individual with the objective of having a group that best enables the success of the company's business.

3.2 **Criteria of independence**

3.2.1 The Nomination & Remuneration Committee shall assess the independence of Directors at time of appointment/ re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interest or relationships are disclosed by a Director.

3.2.2 The criteria of independence shall be in accordance with guidelines as laid down in companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3.2.3 The independent Director shall abide by the "code for independent Directors "as specified in Schedule IV to the companies Act, 2013.

3.3 **Other directorships/ committee memberships**

3.3.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their directorships in other listed public limited companies in such a way that it does not interfere with their role as director of the company. The NR Committee shall take into account the nature of and the time involved in a director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.

3.3.2 A Director shall not serve as director in more than 20 companies of which not more than 10 shall be public limited companies.

3.3.3 A Director shall not serve as an independent Director in more than 7 listed companies and not more than 3 listed companies in case he is serving as a whole-time Director in any listed company.

3.3.4 A Director shall not be a member in more than 10 committees or act as chairman of more than 5 committee across all companies in which he holds directorships.

For the purpose of considering the limit of the committee, Audit committee and stakeholder's relationship committee of all public limited companies, whether listed or not, shall be included and all other companies including private limited companies, foreign companies and companies under section 8 of the companies Act, 2013 shall be excluded.

Remuneration policy for Directors, key managerial personnel and other employees:

1. Scope:

1.1 This policy sets out the guiding principles for the Nomination and Remuneration committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the company.

2. Terms and Reference:

In this policy the following terms shall have the following meanings:

2.1 "Director" means a director appointed to the Board of the company.

2.2 "key managerial personnel" means

(i) The Chief Executive Office or the managing director or the manager;

(ii) The company secretary;

(iii) The whole-time director;

(iv) The chief finance Officer; and

(v) Such other office as may be prescribed under the companies Act, 2013

2.3 "Nomination and Remuneration committee" means the committee constituted by Board in accordance with the provisions of section 178 of the companies Act,2013 and ***Regulation 19 of SEBI LODR Regulations, 2015)***.

3. Policy:

3.1 Remuneration to Executive Director and key managerial personnel

3.1.1 The Board on the recommendation of the Nomination and Remuneration (NR) committee shall review and approve the remuneration payable to the Executive Director of the company within the overall limit approved by the shareholders.

3.1.2 The Board on the recommendation of the NR committee shall also review and approve the remuneration payable to the key managerial personnel of the company.

3.1.3 The remuneration structure to the Executive Director and key managerial personnel shall include the following components:

(i) Basic pay

(ii) Perquisites and Allowances

(iii) Stock Options

(iv) Commission (Applicable in case of Executive Directors)

(v) Retirement benefits

(vi) Annual performance Bonus

3.1.4 The Annual plan and Objectives for Executive committee shall be reviewed by the NR committee and Annual performance Bonus will be approved by the committee based on the achievement against the Annual plan and Objectives.

3.2 Remuneration to Non – Executive Directors

3.2.1 The Board, on the recommendation of the NR Committee, shall review and approve the remuneration payable to the Non – Executive Directors of the Company within the overall limits approved by the shareholders.

3.2.2 Non – Executive Directors shall be entitled to sitting fees attending the meetings of the Board and the Committees thereof. The Non- Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

3.3. Remuneration to other employees

3.3.1. Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

D. REMUNERATION TO DIRECTORS PAID DURING THE FINANCIAL YEAR 2017-18 AND OTHER DISCLOSURES

Name of the Director	Salary(In Lakhs) P.A	Sitting fees(Rs)	Number of shares held
Mr. G. Rama Manohar Reddy	48,00,000	–	47,50,990
Mrs. G. Amulya Reddy	30,00,000	–	75,608
Mr. G. Rama Krishna Reddy	–	--	3,72,000
Mr. D. Venkata Subbiah	--	12,500	--
Mr. K. Rajender Reddy	--	12,500	--
Mr. M. Kesavaiah	--	12,500	--

E. MECHANISM FOR EVALUATION OF THE BOARD

Evaluation of all Board members is performed on an annual basis. The evaluation is performed by the Board, Nomination and Remuneration Committee and Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors.

In line with Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD/CIR/P/2017/004, dated January 5, 2017 and the Companies Amendment Act, 2017 the Company adopted the recommended criteria by Securities and Exchange Board of India.

The Directors were given six Forms for evaluation of the following:
(i) Evaluation of Board;
(ii) Evaluation of Committees of the Board;
(iii) Evaluation of Independent Directors;
(iv) Evaluation of Chairperson;
(v) Evaluation of Non-Executive and Non-Independent Directors; and
(vi) Evaluation of Managing Director.

The Directors were requested to give following ratings for each criteria:

1. Could do more to meet expectations;
2. Meets expectations; and
3. Exceeds expectations.

The Directors have sent the duly filled forms to Nomination & Remuneration committee. Based on the evaluation done by the Directors, the Committee has prepared a report and submitted the Evaluation Report. Based on the report, the Board of Directors has informed the rankings to each Director and also informed that the performance of Directors is satisfactory and they are recommended for continuation as Directors of the Company.

4. STAKEHOLDER'S RELATIONSHIP COMMITTEE (Constituted in terms of Sec 178 of the Companies Act, 2013 read with Regulation 20 of SEBI LODR Regulations, 2015)

There were four (4) Stakeholder's Relationship Committee meetings were held during the year

A. COMPOSITION AND ATTENDANCE FOR MEETINGS

Name	**Designation**	**Category**
M. Kesavaiah	Chairperson	NED(1)
G. Rama Krishna Reddy	Member	NED(1)
K. Rajender Reddy	Member	NED(1)

NED (I) : Non Executive Independent Director

B. NAME AND DESIGNATION OF COMPLIANCE OFFICER

Mr. G. Rama Manohar Reddy is the Compliance Officer of the Company.

C. DETAILS OF COMPLAINTS/REQUESTS RECEIVED, RESOLVED AND PENDING DURING THE YEAR 2017-18

During the financial year 2017-18, no complaints were received from the shareholders.

5) RISK MANAGEMENT COMMITTEE

A.) COMPOSITION:

The Details of composition of the Committee are given below:

Name	Designation	Category
K. Rajender Reddy	Chairman	NED(I)
G. Rama Manohar Reddy	Member	MD
G. Rama Krishna Reddy	Member	NED

NED (I) : Non Executive Independent Director
MD : Managing Director
NED : Non Executive Director

B) ROLE AND RESPONSIBILITIES OF THE COMMITTEE INCLUDES THE FOLLOWING:

- Framing of Risk Management Plan and Policy
- Overseeing implementation of Risk Management Plan and Policy
- Monitoring of Risk Management Plan and Policy
- Validating the process of risk management
- Validating the procedure for Risk minimisation
- Periodically reviewing and evaluating the Risk Management Policy and practices with respect to risk assessment and risk management processes.
- Continually obtaining reasonable assurance from management that al known and emerging risks have been identified and mitigated or managed.

6. GENERAL BODY MEETINGS

A. LOCATION, DATE AND TIME OF LAST THREE AGMS AND SPECIAL RESOLUTIONS THERE AT AS UNDER:

Financial Year	Date	Time	Location	Special Resolution
2016-17	29.09.2017	10:30 a.m.	1-3-1026 &1027, Singadikunta, Kawadiguda, Hyderabad - 500080, Telangana	1. Reappointment and continuation of Mr G. Rama Manohar Reddy as Managing Director of the Company 2. Reappointment and continuation of Mrs G. Amulya Reddy as whole – time director and CFO of the company 3. Aishwarya Technologies And Telecom Limited (ATTL) Employees Stock Option Scheme-2017 4. Aishwarya Technologies And Telecom Limited (ATTL)Employees Stock Option Scheme-2017 to the Employees of subsidiary companies 5. Allotment of Equity shares exceeding 1% of the paid up capital of Aishwarya Technologies and Telecom limited (ATTL) under ESOP scheme – 2017 6. Issue of Convertible Warrants on preferential basis to the promoters 7. Increase in Authorised capital of the Company from Rs.12,00,00,000/- to Rs. 15,50,00,000/-.
2015-16	30.09.2016	10:30 a.m.	1-3-1026 &1027, Singadikunta, Kawadiguda, Hyderabad - 500080, Telangana	
2014-15	28.09.2015	11:00 a.m.	1-3-1026 &1027, Singadikunta, Kawadiguda, Hyderabad - 500080, Telangana	1. Issue of convertible warrants on preferential basis to the promoters and the others 2. Amendment of articles of Association

No Extra-ordinary General Meetings were held during the year 2017-18.

8. DISCLOSURES

A. MATERIALLY SIGNIFICANT RELATED PARTY TRANSACTIONS

During the year under review, the Company had not entered in to any materially significant transaction with any related party. During the year, the Company had not entered into any other contract/arrangement/transaction with related parties which could be considered material in accordance with the policy of the company on materiality of related party transactions that may have potential conflict with the interests of the Company at large. All the related party transactions during the year are in the ordinary course of business and on arm's length basis.

Transactions with the Related Parties as required under Accounting Standard-18 are disclosed in financial statements forming part of this Annual Report.

B. COMPLIANCES:

There are no penalties imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter related to capital markets, during the last three years. The Board reviews the compliance of all the applicable laws and gives appropriate directions wherever necessary.

C. WHISTLE BLOWER POLICY *(Set up in terms of Sec 177 of the Companies Act, 2013 read with Regulation 22 of SEBI LODR Regulations, 2015)*

With a view to adopt the highest ethical standards in the course of business, the Company has a whistle blower policy in place for reporting the instances of conduct which are not in conformity with the policy. Directors, employees, vendors or any person having dealings with the Company may report non-compliance to the Chairman of the Audit Committee, who reviews the report. Confidentiality is maintained of such reporting and it is ensured that the whistle blowers are not subjected to any discrimination. No person was denied access to the Audit Committee.

D. CODE OF CONDUCT

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmations of compliance with the respective Codes have been made by the Directors and Senior Management of the Company.

Declaration on Code of Conduct for the year 2017-18

This is to confirm that the Board has laid down a code of conduct for all Board members and senior management personnel of the Company. The code of Conduct has also been posted on the website of the Company. It is further confirmed that all Directors and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended on March 31, 2018 as envisaged in Regulation 26(3) of the Listing Regulations.

Place: Hyderabad
Date: 05.11.2018

G. Rama Manohar Reddy
Managing Director
(DIN : 00135900)

E. Disclosure of Accounting Treatment

The Company has complied with the appropriate accounting policies and has ensured that they have been applied consistently. There have been no deviations from the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules.

F. Non-Executive Directors' Compensation and Disclosures

None of the Independent / Non-Executive Directors has any pecuniary relationship or transactions with the Company which in the Judgment of the Board may affect the independence of the Directors.

G. CEO/ CFO Certification

The Managing Director and CEO/ CFO certification of the financial statements for the year 2017-18 is provided elsewhere in this Annual Report.

H. COMPLIANCE WITH THE MANDATORY REQUIREMENTS AND ADOPTION OF THE NON-MANDATORY REQUIREMENTS OF SEBI (LISTING OBLIGATIONS AND DISLOSURE REQUIREMENTS) REGULATIONS, 2015.

All mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 have been appropriately complied with and the status of non-mandatory requirements is given below:

i. The Company has an Executive Chairman. All other requirements of the Board during the year have been complied with.

ii. The financial Statements are free from any Audit Qualifications.

9. MEANS OF COMMUNICATION

The quarterly, half-yearly and yearly financial results will be sent to the Stock Exchanges immediately after the Board approves the same and these results will also be published in prominent daily newspapers. These financial statements, press releases are also posted on the Company's website, at www.aishwaryatechtele.com. As the financial performance of the Company is well published, individual communication of half yearly results are not sent to the shareholders.

10. General Shareholder Information

The following information would be useful to the shareholders:

A) 23rd ANNUAL GENERAL MEETING

Date and Time	:	30th November 2018, at 11.00 A.M
Venue	:	#1-3-1026 &1027, Singadikunta, Kavadiguda Hyderaba- 500080

B) FINANCIAL YEAR AND FINANCIAL YEAR CALENDAR (TENTATIVE SCHEDULE)

Financial year to which the Annual General Meeting relates: 2017-2018
Financial calendar: 2018-2019
Adoption of Quarterly results for the Quarter ending

- 30th June, 2018 : on or before 21.08.2018
- 30th September, 2018 : on or before 14.11.2018
- 31st December, 2018 : on or before 14.02.2019
- 31st March, 2019 : on or before 30.05.2019

Annual General Meeting (Next year) : August/September, 2019

C) BOOK CLOSURE DATE

24.11.2018 to 30.11.2018 (both days inclusive)

D) LISTING ON STOCK EXCHANGES :

The equity shares of the Company are listed on BSE Ltd. The Company has paid the listing fees for the year 2018-2019 to BSE.

E) STOCK CODE

EXCHANGE	CODE
BSE Ltd	532975

F) ELECTRONIC CONNECTIVITY

Demat ISIN number: INE778I01024

NATIONAL SECURITIES DEPOSITORY LIMITED
Trade World, Kamala Mills Compound
Senapati Bapat Marg, Lower Parel
Mumbai – 400 013

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
25th Floor, A Wing, Marathon Futurex,
Mafatlal Mills Compound, NM Joshi Marg,
Lower Parel (E), Mumbai - 400 013.

G) MARKET PRICE DATA

The monthly high / low prices of shares of the Company from April, 2017 to March, 2018 at BSE:

MONTH	BSE	
	High(Rs)	Low(Rs)
April 2017	4.10	3.51
May 2017	4.27	3.35
June 2017	5.26	3.84
July 2017	5.38	4.37
August 2017	4.97	3.90
September 2017	5.22	4.18
October 2017	5.43	4.50
November 2017	6.84	4.65
December 2017	7.90	5.80
January 2018	12.80	7.00
February 2018	8.84	5.51
March 2018	6.59	4.76

H) REGISTRARS AND TRANSFER AGENTS

Bigshare Services Private Limited
306, Right Wing, 3rd Floor, Amrutha Ville,
Opp. Yashoda Hospital Somajiguda,
Rajbhavan Road, Hyderabad 500082,
Telangana.

I) SHARE TRANSFER SYSTEM

The Transfer of Shares is affected by the Registrars after necessary approval of the Board/Share Transfer Committee. Transfer generally takes 1-2 weeks.

J) Shareholding pattern as on 31.03.2018

S. No.	Category	No. of shares held	Percentage of shareholding
A	**Shareholding of Promoter and Promoter group**		
1.	Indian		
	Individual	64,91,941	29.22
2.	Foreign	-	-
	Individual	-	-
	Sub-Total A	64,91,941	29.22
B	**Public Shareholding**		
1.	Institutions	-	-
2.	Non Institutions	1,57,22,001	70.78
	Sub Total B	1,57,22,001	70.78
	Grand Total (A+B)	**2,22,13,942**	**100**

K) Distribution of Shareholding as on 31.03.2018

Range (Rs.)	No of Shareholders	% of Total Shareholders	Amount of Shares	% of Total Amount
Upto - 5000	5183	84.22	6472440	5.83
5001 - 10000	380	6.17	3040145	2.74
10001 - 20000	213	3.46	3127845	2.82
20001 - 30000	107	1.74	2719190	2.45
30001 - 40000	53	0.86	1890915	1.70
40001 - 50000	42	0.68	2009020	1.81
50001 - 100000	53	0.86	4058785	3.65
100001 & Above	123	1.99	87751370	79.01
TOTAL	**6154**	**100**	**111069710**	**100**

L) DEMATERIALISATION & LIQUIDITY OF SHARES

Trading in Company's shares is permitted only in dematerialised form for all investors. The ISIN allotted to the Company's scrip is INE778I01024. Investors are therefore advised to open a demat account with a Depository participant of their choice to trade in dematerialized form. Shares of the Company are actively traded in BSE Limited and NSE. Hence have good liquidity.

Particulars	No. of Shares	% Share Capital
NSDL	1,02,52,015	46.15
CDSL	1,12,31,462	50.56
PHYSICAL	7,30,465	3.29
Total	2,22,13,942	100.00

M) Address for Correspondence

#1-3-1026 & 1027, Singadikunta, Kawadiguda, Hyderabad-500080, Telangana
Phone: 040-27531324/25/26

DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

As per Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company hereby discloses the details of unpaid/unclaimed dividend and the respective share thereof as follows:
**

Aggregate No. of Shareholders and the outstanding shares in the suspense account at the beginning of the year.	No. of shareholders who approached the company for transfer of shares from suspense account during the year.	No. of shareholders to whom shares were transferred from suspense account during the year.	Aggregate No. of Shareholders and the outstanding shares in the suspense account at the end of the year.
NIL	NIL	NIL	NIL

***** Voting Right on these shares shall remain frozen till the rightful owner of such shares claims the shares.***

CERTIFICATE BY THE CEO AND CFO OF THE COMPANY

To
The Board of Directors

Dear Sirs,

As required under Regulation 17(8) read with Part B, Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we state that:

1. We have reviewed the financial statements and the cash flow statement for the year ended 31st March 2018 and to the best of our knowledge and belief;

   a. These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and

   b. These statements present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.

2. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct.

3. We accept responsibility for establishing and maintaining internal controls, I have evaluated the effectiveness of the internal control systems of the company and I have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which I was aware and the steps that I have taken or propose to take and rectify the identified deficiencies and,

4. That we have informed the auditors and the audit committee of:

   a) Significant changes in the internal control during the year;

   b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

   c) Instances of significant fraud of which we have become aware and the involvement of any employee having a significant role in the company's internal control system.

For and on behalf of the Board
For Aishwarya Technologies and Telecom Limited

	Sd/-	**Sd/-**
Place: Hyderabad	**G. Rama Manohar Reddy**	**G. Amulya Reddy**
Date: 05.11.2018	**Managing Director**	**Whole-Time Director cum CFO**
	(DIN: 00135900)	**(DIN 00136428)**

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Aishwarya Technologies and Telecom Limited

We have examined the Compliance with conditions of Corporate Governance of Aishwarya Technologies and Telecom Limited for the year ended 31st March, 2018 as stipulated in Regulation 34(3) read with Para E Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Compliance with the conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to review the procedures and implementations thereof adopted by the Company for ensuring the compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us and representations made by the Directors and the Management's, we certify that the company has compiled with conditions of the Corporate Governance as stipulated in Regulation 34 (3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the above mentioned Listing agreement.

As required by the guidance note issued by the institute of Chartered Accountants of India, we have to state that no grievances of investors are pending for a period exceeding one month against the Company as per the records maintained by the Company.

We further state that such compliance is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

For CSVR & Associates
Chartered Accountants
Firm Registration Number: 012121S

Sd/-
CA. G. Venkatesh
Partner
Membership No. 239608

Place: Hyderabad
Date: 05.11.2018

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3)of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

(a) Name(s) of the related party and nature of relationship

(b) Nature of contracts/arrangements/transactions

(c) Duration of the contracts / arrangements/transactions

(d) Salient terms of the contracts or arrangements or transactions including the value, if any

(e) Justification for entering into such contracts or arrangements or transactions

(f) Date(s) of approval by the Board

(g) Amount paid as advances, if any:

(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis: NIL

(a) Name(s) of the related party and nature of relationship

(b) Nature of contracts/arrangements/transactions

(c) Duration of the contracts / arrangements/transactions

(d) Salient terms of the contracts or arrangements or transactions including the value, if any:

(e) Date(s) of approval by the Board, if any:

(f) Amount paid as advances, if any: Form shall be signed by the persons who have signed the Board's report.

Form AOC - 1

Statement containing salient features of the financial statements of Subsidiaries (Pursuant to proviso to sub-section (3) of section 129 read with Rule 5 of the Companies (Accounts) Rules, 2014)

1. Name of the Subsidiary: **Bhashawanth Power Projects Private Limited**
2. Reporting Period: 01.04.2017 to 31.03.2018
3. Reporting Currency: Indian Rupee

S. No.	Particulars	Amount in Rupees
1.	Share Capital	1970000
2.	Reserves and surplus for the year ending	21338
3.	Total Assets	514131
4.	Total Liabilities	514131
5.	Investments	
6.	Turnover (Income)	-
7.	Profit / loss before Taxation	-14053
8.	Provision for Taxation	-
9.	Profit / loss after Taxation	-
10.	Proposed Dividend	-14053
11.	% of Shareholding	75

1. **Names of Subsidiaries which are yet to commence operation: NA**
2. **Names of subsidiaries which have been liquidated or sold during the year: NA**

For CSVR & Associates
Chartered Accountants
Firm Registration Number: 012121S

For and on behalf of the Board

CA. G. Venkatesh
Partner
M. No. 239608

G. Amulya Reddy
Whole-Time Director cum CFO

G. Rama Manohar Reddy
Managing Director

Place: Hyderabad
Date: 105.11.2018

Part B Associates and Joint Ventures: NIL

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates or Joint Ventures	Name 1	Name 2	Name 3
1. Latest audited Balance Sheet Date			
2. Date on which the Associate or Joint Venture was associated or acquired			
3. Shares of Associate or Joint Ventures held by the company on the year end			
No.			
Amount of Investment in Associates or Joint Venture			
Extent of Holding (in percentage)			
4. Description of how there is significant influence			
5. Reason why the associate/joint venture is not consolidated			
6. Net worth attributable to shareholding as per latest audited Balance Sheet			
7. Profit or Loss for the year			
i. Considered in Consolidation			
ii. Not Considered in Consolidation			

1. Names of associates or joint ventures which are yet to commence operations.
2. Names of associates or joint ventures which have been liquidated or sold during the year.

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified".

READ WITH RULE 5 (1), (2) and (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Rule 5 (1) Of The Companies (Appointment And Remuneration Of Managerial Personnel) Rules, 2014

Sl. No.	*Particulars*	*Details*
1.	The ratio of remuneration to each director to the median remuneration of the employees of the company for the financial year.	Mr. G. Rama Manohar Reddy, Managing Director of the Company to the median remuneration of the employees is 11:1 Mrs. G. Amulya Reddy, Whole-Time director of the Company to the median remuneration of the employees is 9:1.
2.	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Nil
3.	The percentage increase in the median remuneration of employees in the financial year	NIL
4.	The number of employees on the rolls of the company	
5.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and details if there are any exceptional circumstances for increase in the managerial remuneration	Average percentile increase of Managerial Personnel: Nil Other Employees - 5%
6.	Affirmation that the remuneration is as per the remuneration policy of the company	Yes

MANAGEMENT DISCUSSION AND ANALYSIS

(Forming part of Directors' Report)

OVERVIEW OF FY 2017-18

Aishwarya Technologies and Telecom Ltd, is diversified business from Defence sector apart from telecom.The year under review saw Aishwarya Technologies and Telecom Limited (ATTL) entered into a new growth momentum in Defence sector sector. ATTL is Receiving good orders from Defence and Telecom Sector, especially from new projects like NFS, Defence Research Labs, NOFN, Cable TV operators.

HIGH END TECHNOLOGIES

Due to digitization of cable TV and Data demand from 4G Networks, the demand for fiber optic testers is very good till the year 2023. Speciality Cables for the defence labs and few samples are approved by DRDO ISRO and confident of getting good business for these products also. ATTL has added new products like fiberoptic specialtycables, High power EDFA, TWT Amplifiers,Solid State PowerAmplifiers and RF components.

ATTL has tied up with a world leading company for the EMI/EMC chambers and expecting good business in 2018-19. ATTL has taken Approval from Department of Telecommunication for the new specifications for Data Testers, Fiber Optic Test Equipments.

Currently, ATTL manufactures products for Telephone Service Providers, Defense Sector, Cable TV Operators and Railways and has added prestigious clients like DRDO,ISRO, SAC, LEOS, LASTEC, NPOL, AIRTEL, VTL, ACT Fibre and Sterlite Technologies in this financial year.

INDUSTRY SCENARIO (Test & Measuring Instruments Sector)

The T&M Segment in Telecom Sector and in other sectors Like Defense, Research and Educational, has great potential as there are many pending network expansions in Telecom Sectors, Broadband services for 4,50,000 villages under BBNL, are under progress for finalization during this financial year. These projects have got 5 years span for installation and later the 10 years minimum for maintenance.

Modernization of Defence Labs, Railway Networks, and Educational Labs are under great pace. The T&M segment will have continues and steady market for another 5 years span with existing technologies in networks. There is huge expansions in 4G networks by the Public and Private Telecom Operators, which will have the requirement of Test & Measuring Instruments in coming years.

SWOT ANALYSIS

STRENGTHS

- We are the biggest company in manufacturing of test equipments in India having 20 TEC (Telecom Engineering Centre) approvals from DOT (Department of Telecommunications).
- As our manufacturing costs are very less compared to competitors from US & Japan which is helping us to increase the market share in India YOY (Year on Year) without any price reduction.
- We are giving turnkey solutions for the defence sector; the response is very encouraging which has better margins.

WEAKNESSES

As our R&D budget is small compared to MNCs with which we can't introduce more products and added to it technologies are complex and technology obsolescence is very high.

OPPORTUNITIES

The coming 3-4 years the telecom sector will have great opportunity and there is a tender from Bharat Broadband Nigam Limited to provide Broadband connectivity for 4,50,000 villages, which has 29000 Crores project under National Optical Fiber Network (NOFN), we are anticipating an order of Rs.50 Crores from this project. All telecom operators are expanding their Fibre networks due to data demand and requirement for Testers is increasing.

THREATS

There is a possibility that margins of our Company will be get affected due to import of Chinese products and due to Foreign Exchange fluctuations.

Mitigating Factors:
Foreign Exchange fluctuations badly affected our Company but also other companies as well and the selling prices of the products have not increased significantly as several Tenders were quoted in the first half of the financial year.

- To meet Chinese import invasion we are redesigning technologies to produce products at lower cost.
- To compete in pricing and getting technical approvals in India for Chinese products is difficult; hence they may not be competitors for Defence, so no threat is expected in the near future.
- The biggest customer BSNL has gone into losses and the procurement from BSNL and MTNL may go down which will affect our business and payments are delayed from BSNL and MTNL to Aishwarya Telecom.

FINANCIAL PERFORMANCE

A.) STANDALONE BASIS:

During the year under review, the Company has recorded revenue of Rs.2414.81 lakhs and incurred a net loss of Rs.9.18 crores
There was no operations in the subsidiary and therefore there is no change in revenue and negligible change in net loss

INTERNAL CONTROL SYSTEMS

The Company has adequate internal control systems commensurate with the size and the nature of business of the Company.
The internal control system is constantly assessed and strengthened with tighter control procedures. The internal control systems ensure effectively of operations, compliance with internal policies and applicable laws and regulations, protection of resources and assets, and accurate reporting of financial transactions.

The audit committee periodically reviews the adequacy and efficacy of the said internal control systems. All the issues relating to internal control systems are resolved by the audit committee.

CAUTIONARY STATEMENT

Statements in this Management Discussion and Analysis Report may be "forward looking statements; within the meaning of applicable securities laws and regulations. These statements are based on certain assumption and expectations of future events. Actual results could differ materially from those expressed or implied. Important facts that could make a difference at the Company's operations include economic conditions affecting domestic demand and supply conditions, finished goods prices, changes in government regulations and tax regime etc. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements on the basis of subsequent developments, information or events.

For and on behalf of the Board of
Aishwarya Technologies and Telecom Limited

Place: Hyderabad
Date: 05.11.2018

G. Rama Manohar Reddy
Managing Director
DIN: 00135900FORM MR-3

SECRETARIAL AUDIT REPORT
(Pursuant to section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018

To,
The Members
Aishwarya Technologies and Telecom Limited

We have conducted the audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Aishwarya Technologies and Telecom Limited (hereinafter called "the Company"). Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's Books, Papers, Minute Books, Forms and Returns filed and other Records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the financial year commencing from 1st April, 2017 and ended 31st March, 2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made herein after:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st of March, 2018 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made there under;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment and External Commercial Borrowings;

2. Compliance status in respect of the provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI ACT') is furnished hereunder for the financial year 2017-18:-

i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Complied with yearly and event based disclosures.**

ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 Insider Trading Regulations; **The Company has framed code of conduct for regulating & reporting trading by insiders and for fair disclosure and displayed the same on the Company's website i.e. www.aishwaryatechtele.com**

iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

iv. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **Not Applicable as the Company has not issued any Employee Stock Options during the year under review.**

v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable as the Company has not issued any debt securities during the year under review.**

vi. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client; **Not Applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent during the year under review. However the company has Bigshare Services Private Limited as its Share Transfer Agent.**

vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable as the company has not delisted/ proposed to delist its equity shares during the year under review.**

viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the year under review.**

ix. Other applicable laws include the following:

a) Telecom Regulatory Authority of India (TRAI) Act, 1997

b) TRAI – Telecommunications Infrastructure Policy.

c) Labour Laws (wages, bonus, provident fund, gratuity etc)

d) Environment Protection Act, 1986

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 were complied with to the extent applicable.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above including the following:

a) During the year the Company has conducted required number of board meetings Audit committee meetings, Stakeholder Relationship Committee meetings and a meeting of Independent Directors. We have also examined compliance with the applicable clauses of the Secretarial Standards issued by the Institute of Company secretaries of India.

b) As per the information and explanations provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that

(i) the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of:

- External Commercial Borrowings were not attracted to the Company under the financial year under report;
- Foreign Direct Investment (FDI) was not attracted to the company under the financial year under report;
- Overseas Direct Investment by Residents in Joint Venture/Wholly Owned Subsidiary abroad was not attracted to the company under the financial year under report.

(ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under report.

We further report that:

- The Company has a CFO, Mrs. G. Amulya Reddy
- The Company Doesn't have Whole-Time Company Secretary from 01.02.2018 to 31.03.2018.
- The name Company has changed its name from Aishwarya Telecom Limited to Aishwarya Technologies and Telecom Limited but the same was not updated on BSE Limited
- The Company has internal auditors namely M/s. Ramana Reddy & Associates Chartered Accountants.
- The website of the Company contains policies as specified by SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015 and the provisions of Companies Act, 2013
- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review.
- Adequate notice of board meeting is given to all the directors along with agenda at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting.
- As per the minutes of the meeting duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.
- We, further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- We further report that during the year under report, the Company has not undertaken event/action having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

For Vivek Surana & Associates

Vivek Surana
Proprietor
C.P.No: 12901, M.No. 24531

Place: Hyderabad
Date: 30.05.2018

Annexure A

To
The Members of
Aishwarya Technologies and Telecom Limited

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have relied on the reports given by the concerned professionals in verifying the correctness and appropriateness of financial records and books of accounts of the company.

4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Vivek Surana & Associates

Vivek Surana
Proprietor
C.P.No: 12901, M.No. 24531

Place: Hyderabad
Date: 30.05.2018

MGT 9

Extract of Annual Return

As on the Financial Year 31.03.2018

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L72200TG1995PLC020569
ii.	Registration Date	02.06.1995
iii.	Name of the Company	Aishwarya Technologies and Telecom Limited
iv.	Category / Sub-Category of the Company	Non government company
v.	Address of the Registered office and contact details	1-3-1026 &1027,Singadikunta, Kavadiguda, Hyderabad- 500080, Telangana.
vi.	Whether listed company Yes / No	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Bigshare Services Pvt. Ltd. 306, 3rd Floor, Right Wing, Amrutha Ville, Opp. Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad - 500082, Telangana

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products /services	NIC Code of the Product / service	% to total turnover of the company
1	Test and Measuring Equipment	5020	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S.No.	Name and Address of the Company	CIN/GLN	Subsidiary Company	% of shares Held	Applicable Section
1.	Bhashwanth Power Projects Private Limited	U40109TG2006PTC051674	Subsidiary Company	75%	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) ***Category-wise Share Holding;-***

Category of Share-holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1)Indian									

Individual/ HUF	5854841	-	5854841	27.15	5841941	650000	6491941	29.22	2.07
Central Govt.	--	--	--	--	--	--	--	--	--
State Govt .(s)	--	--	--	--	--	--	--	--	--
Bodies Corp.	--	--	--	--	--	--	--	--	--
Banks / FI	--	--	--	--	--	--	--	--	--
Any Other….	--	--	--	--	--	--	--	--	--
Sub-total (A) (1) :-	5854841	-	5854841	27.15	5841941	650000	6491941	29.22	2.07
(2) Foreign									
a) NRIs - Individuals	--	--	--	--	--	--	--	--	--
b) Other – Individuals	--	--	--	--	--	--	--	--	--
c) Bodies Corp.	--	--	--	--	--	--	--	--	--
d) Banks / FI	--	--	--	--	--	--	--	--	--
e) Any Other….	--	--	--	--	--	--	--	--	--
Sub-total (A) (2):-	--	--	--	--	--	--	--	--	--
Total shareholding of Promoter (A) =(A)(1)+(A)(2)	5854841	-	5854841	27.15	5841941	650000	6491941	29.22	2.07
B. Public Shareholding									
1.Institu-tions									
a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Fund	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--	--	--
Sub-total (B)(1):-	--	--	--	--	--	--	--	--	--
2. Non Institutions									

a) Bodies Corp.									
i) Indian	2658599	0	2658599	12.33	2305886	0	2305886	10.38	(1.95)
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	4271233	66841	4338074	20.11	4286250	55241	4341761	19.54	(0.56)
ii) Individual share holders holding nominal share capital in excess of Rs 1lakh	8343100	24000	8367100	38.80	8728739	24000	8752739	39.40	0.60
c) Others (specify) 1. NRI	74849	60000	134849	0.63	127294	0	127294	0.58	(0.06)
2.Emlpoyees	117012	1224	118236	0.55	101466	1224	102690	0.46	(0.09)
3. Clearing Members	9661	0	9661	0.04	9049	0	9049	0.04	0.00
4. NBFC Registered with RBI	82582	0	82582	0.38	82582	0	82582	0.37	(0.01)
Sub-total (B)(2):- Total Public Shareholding (B)=(B)(1)+(B)(2)	15557036	152065	15709101	72.85	15641536	80465	15722001	70.78	(2.07)
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
Grand Total (A+B+C)	21411877	152065	21563942	100.00	21483477	730465	22213942	100.00	--

(ii)Shareholding of Promoters

Sl. No	Share-holder's Name	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			%Change during the year
		No. of Shares	% of Total Shares of the company	% of shares pledge/en cumbered to total shares	No. of Shares	% of Total Shares	% of shares pledge/en cumbered to total shares	
1.	G Rama Manohar Reddy	4100990	19.02	--	4750990	29.22	--	10.20
2.	G Rama krishna Reddy	373500	1.73	--	372000	1.67	--	(0.06)
3.	C Peda Bapulu	224329	1.04	--	224329	1.01	--	(0.03)
4.	G Amulya Reddy	75608	0.35	--	75608	0.34	--	(0.01)
5.	Veera Baba Reddy Pendru	45117	0.21	--	45117	0.20	--	(0.01)
6.	Venkata Rami Reddy Gorla	30895	0.14	--	30895	0.14	--	--
7	G Manda Reddy	30040	0.14	--	30040	0.14	--	--
8	Yemula Deepa	10000	0.05	--	--	--	--	(0.05)
9	Venkata Sundara Ramgopal Achanta	6000	0.03	--	6000	0.03	--	--
10	Pidugu Ganga Reddy	6000	0.03	--	6000	0.03	--	--
11	Binu Bhansali	4800	0.02	--	4800	0.02	--	--
12	Nalla Satyanarayana	1400	0.01	--	--	--	--	(0.01)
13	Yemula Pavani	1000	0.00	--	1000	0.00	--	--
14.	NayansukhReddy Baddam	619132	2.87	--	619132	2.79	--	--
15	G. Shailaja	152167	0.71	--	152167	0.69	--	(0.02)
16.	Rahul Katpally	112457	0.52	--	112457	0.51	--	(0.01)
17.	K. Prashanthi Reddy	54668	0.25	--	54668	0.25	--	--
18.	K V Ramana Reddy	6738	0.03	--	6738	0.03	--	--

(III) *Change in Promoters' Shareholding (please specify, if there is no change)*

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year	
	Shareholding at the beginning of the year	**No. of Shares**	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
1	G Rama Manohar Reddy	4100990	19.02	4100990	19.02
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):	Preferential Allotment pursuant to conversion of equity warrants (650000)	10.20	4750990	29.22
	Shareholding at the end of the year	4750990	29.22	4750990	29.22
	Shareholding at the beginning of the year	**No. of Shares**	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
2	G Rama krishna Reddy	373500	1.73	373500	1.73
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):	Sale (1500)	(0.06)	372000	1.67
	Shareholding at the end of the year	372000	1.67	372000	1.67
	Shareholding at the beginning of the year	**No. of Shares**	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
3	Yemula Deepa	10000	0.05	10000	0.05
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):	Sale (10000)	(0.05)	0	0.00
	Shareholding at the end of the year	0	0.00	0	0.00
	Shareholding at the beginning of the year	**No. of Shares**	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
4	Nalla Satyanarayana	1400	0.01	1400	0.01
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):	Sale (1400)	(0.01)	0	0.00
	Shareholding at the end of the year	0	0.00	0	0.00

(iv) ***Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):***

Sl. No.	Shareholder Name	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of Shares	% of total shares of The company	No. of Shares	% of total shares of the company
1.	Hari Krishna Reddy Kallam	1195768	5.55	1185308	5.50
2	Invest Smart India Private Limited	850089	3.94	841169	3.90
3	Invest Direct India Private Limited	538888	2.50	538888	2.50
4	P Sateesh Chand	353662	1.64	462910	2.15
5	Komma Savi Khiran	347038	1.61	347038	1.61
6	Sudha Rani Kallam	569892	2.64	576992	2.68
7	Nayansikh Reddy Baddam	308000	1.43	308000	1.43
8	Jain Pal Jain	60353	0.28	304273	1.41
9	Rajendra Naniwadekar	129275	0.60	370671	1.72
10	Arigato Global Securities	292086	1.35	292086	1.35

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1	At the beginning of the year	No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
	G. Rama Krishna Reddy				
	At the beginning of the year	373500	1.73	373500	1.73
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):	Sale (1500)	(0.06)	372000	1.67
	At the End of the year	372000	1.67	372000	1.67

2.	G. Rama Manohar Reddy				
	At the beginning of the year	4100990	19.02	4100990	19.02
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): Nil	Preferential Allotment pursuant to conversion of equity warrants (650000)	10.20	4750990	29.22
	At the End of the year	4750990	29.22	4750990	29.22
3.	G. Amulya Reddy				
	At the beginning of the year	75608	0.35	75608	0.35
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): Nil				
	At the End of the year	75608	0.34	75608	0.34
4.	D. Venkata Subbiah				
	At the beginning of the year	--	--	--	--
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):				
	At the End of the year	--	--	--	--
5.	K. Rajender Reddy				
	At the beginning of the year	--	--	--	--
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc):				
	At the End of the year	--	--	--	--
6.	Modipalli Kesavaiah				
	At the beginning of the year	--	--	--	--
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc): Nil				
	At the End of the year	--	--	--	--

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Indebtedness at the beginning of the financial year	**Secured Loans excluding deposits**	**Unsecured Loans**	**Deposits**	**Total Indebtedness**
Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	122533	1200000	--	1322533
Total (i+ii+iii)	122533	1200000	--	1322533

Change in Indebtedness during the financial year Addition Reduction	(103095)	3960000	--	3856905
Net Change	(103095)	3960000	--	3856905
Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	19438	5160000	--	5179438
Total (i+ii+iii)	19438	5160000	--	5179438

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Mr. G. Rama Manohar Reddy (Managing Director)	Mrs. G. Amulya Reddy (Whole time Director)	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Remuneration to managing Director Rs. 250000/- Per Month (250000*12)= 3000000	Remuneration to Whole-Time Director Rs. 175000/- Per Month (175000*12) = 2100000	Rs. 51,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	NIL Nil	NIL NIL	
2.	Stock Option	--	--	--
3.	Sweat Equity	--	--	--
4.	Commission - as % of profit - Others, specify...	--	--	--
5.	Others, please specify	--	--	--
6.	Total (A)	Rs. 30,00,000	Rs. 21,00,000	Rs. 51,00,000
7.	Ceiling as per the Act	--	--	--

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Director			Total Amount
		D. Venkata Subbiah	K. Rajender Reddy	M. Kesavaiah	
1.	Independent Directors Fee for attending board / committee meetings · Commission · Others, please specify	10,000	10,000	10,000	30,000
	Total (1)	10,000	10,000	10,000	30,000

2.	Other Non-Executive Directors · Fee for attending board / committee meetings commission · Others, please specify	--	--	--	--
	Total (2)	--	--	--	--
	Total (B)=(1+2)	10,000	10,000	10,000	30,000
	Total Managerial Remuneration	10,000	10,000	10,000	30,000
	Overall Ceiling as per the Act	--	--	--	--

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	**Company Secretary**	**CFO**	**Total**
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	Parul Agarwal 97,500 Resigned w.e.f 16.11.2017 Aakanksha Shukla 37,500 Resigned w.e.f 30.01.2018	G. Amulya Reddy	1,35,000
2.	Stock Option	NIL	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL	NIL
4.	Commission - as % of profit - others, specify...	NIL	NIL	NIL	NIL
5.	Others, please Specify	NIL	NIL	NIL	NIL
6.	Total	NIL	1,35,000	NIL	1,35,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty /Punishment / Compounding fees Imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
B. DIRECTORS					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
C. OTHER OFFICERS IN DEFAULT					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--

CSVR & Associates
Chartered Accountants

Flat No.F-2, Trendset Ville,
Road No.3, Banjara Hills,
Hyderabad - 500034
Ph: 8885142303

INDEPENDENT AUDITOR'S REPORT

To
The Members of
M/s. AISHWARYA TECHNOLOGIES AND TELECOM LIMITED
[Formerly known as AISHWARYA TELECOM LIMITED]

Report on the Separate IND AS Financial Statements

We have audited the accompanying separate Ind AS financial statements of **M/s.AISHWARYA TECHNOLOGIES AND TELECOM LIMITED [Formerly known as AISHWARYA TELECOM LIMITED]**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Separate Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these separate Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the separate Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these separate Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit of the separate Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the separate Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the separate Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the separate Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the separate Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid separate Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31st March, 2018, its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c) The- Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid separate Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.

   e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.

   f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

   g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i. The Company does not have any pending litigations which would impact its financial position.

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

There were amounts required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 2013.

Financial Year	Amount Rs.
2009-10	91507

for CSVR & ASSOCIATES

CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

(CA.VENKATESH G.)
PARTNER
Membership No.239608

ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 of Report on Other Legal and Regulatory Requirements, of our report of even date)

(i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The fixed assets of the company have been physically verified by the management during the year as per a programme of verification, which in our opinion is reasonable having regard to the size of the company and the nature of its fixed assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) Physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed.

(iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, the provisions of paragraph 3 Clause (iii) of the Order are not applicable to this company.

(iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not given any loans, investments, guarantees and security during the year as per the provisions of sections 185 and 186 of the Companies Act, 2013.

(v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits in terms of directives issued by Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.

(vi) The maintenance of cost records has not been prescribed by the Central Government under subsection (1) of section 148 of the Companies Act.

(vii) (a) The company is not regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, Goods and Services Tax (GST), sales tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, Goods and Services Tax (GST), service tax, sales tax, customs duty, excise duty and cess were in arrears, wherever applicable, as at 31st March, 2018 for a period of more than six months from the date they became payable.

Particulars	Amount Rs.
CST	5322676
Vat	823717
Service Tax	677466
TDS1	101675
PF	452977
Pt	20928
Income Tax	1974005

(b) According to the information and explanations given to us, there are no dues of sales tax, income tax, Goods and Services Tax (GST), customs duty, service tax, excise duty and cess which have not been deposited on account of any dispute.

(viii) The company has not defaulted in repayment of loans or borrowings to financial institutions or banks.

(ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

(x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the company is not a nidhi company. Accordingly, paragraph 3 (xii) is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the company, transactions with related parties are in compliance with sections 177 and 188 of the Companies Act and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has made preferential allotment of shares during the year by complying the provisions of sec 42 of the Companies Act, 2013. However, the company has not made any private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) is not applicable.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

(CA.VENKATESH G.)
PARTNER
Membership No.239608

ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of M/s. **AISHWARYA TECHNOLOGIES AND TELECOM LIMITED [Formerly known as AISHWARYA TELECOM LIMITED]**, ("the Company") as of 31 March 2018 in conjunction with our audit of the separate Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of separate Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of separate Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the separate Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

(CA.VENKATESH G.)
PARTNER
Membership No.239608

Aishwarya Technologies and Telecom Limited
Balance Sheet as at March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	As at March 31, 2018	As at March 31, 2017
ASSETS			
Non-current assets			
Property, plant and equipment	3	4,79,00,132	4,38,05,080
Other intangible assets	4	27,810	1,23,238
Investments in Subsidiaries, associates & Joint venture	5	15,00,000	15,00,000
Deferred tax assets (net)	6	3,42,69,711	39,46,063
Total Non - Current Assets		8,36,97,652	4,93,74,381
Current Assets			
Inventories	7	10,50,94,344	11,65,82,441
Financial assets			
(a) Trade receivables	8	18,28,21,564	23,19,63,578
(b) Cash and cash equivalents	9	22,63,786	1,22,93,012
(c) Bank balances other than (b) above	9	1,76,19,805	2,68,56,695
(d) Other financial assets	10	1,17,88,377	2,37,49,847
Current tax assets	6	9,87,017	9,72,579
Other current assets	11	1,63,00,481	3,99,78,473
Total Current assets		33,68,75,374	45,23,96,625
Total Assets		42,05,73,026	50,17,71,006
EQUITY AND LIABILITIES			
Equity			
Equity share capital	12	11,10,69,710	10,78,19,710
Other equity	13	14,59,10,821	23,13,41,828
Equity attributable to owners of the Company		25,69,80,531	33,91,61,538
Total Equity		25,69,80,531	33,91,61,538
Non-current liabilities			
Financial Liabilities			
(a) Borrowings	14	19,438	1,22,533
Employee benefit obligations	15	1,57,598	4,20,250
Total Non-current liabilities		1,77,036	5,42,783
Current liabilities			
Financial liabilities			
(a) Borrowings	16	7,44,91,985	6,07,02,020
(b) Trade payables	17	2,04,61,212	5,24,47,286
(c) Other financial liabilities	18	6,06,51,899	4,52,93,513
Employee benefit obligations	15	40,63,217	26,86,941
Current tax liabilities, net	6	-	5,73,498
Other current liabilities	19	37,47,147	3,63,426
Total Current liabilities		16,34,15,460	16,20,66,684
Total liabilities			
Total Equity and liabilities		42,05,73,027	50,17,71,005
Corporate information and significant accounting policies	1 & 2		

Aishwarya Technologies and Telecom Limited

Balance Sheet as at March 31, 2018

(All amounts are in Indian rupees, except share data and where otherwise stated)**Particulars** **Amount**

		31-March-2018	Amount	31-March-2017
Cash flow from operating activities				
Profit Before Tax		(12,14,29,849)		(18,36,289)
Adjustment for				
Depreciation	90,08,884		1,06,12,528	
Interest Expense	1,45,63,266		2,15,84,736	
Bad debts written off	5,51,52,591		4,50,69,150	
Bad deposits written off	1,04,76,668		74,12,636	
Advances written off	2,63,51,903		-	
Cash flow before working capital changes				
(Increase)/Decrease in Inventories	1,14,88,097		(1,09,28,345)	
(Increase)/Decrease in Trade receivables	(60,10,577)		(6,84,83,391)	
(Increase)/Decrease in Other financial assets	14,84,802		(27,24,072)	
(Increase)/Decrease in Other Assets	(26,73,911)		1,33,85,817	
(Increase)/Decrease in Other Bank balances	92,36,890		15,68,121	
Increase/(Decrease) in Trade Payables	(3,19,86,074)		(1,54,32,216)	
Increase/(Decrease) in Other financial liabilities	(1,61,24,792)		(2,18,16,156)	
Increase/(Decrease) in Provisions	13,03,584		5,46,593	
Increase/(Decrease) in Other liabilities	33,83,721		(11,75,918)	
Cash flow from Operating Activities		(3,57,74,797)		(2,22,16,806)
Less: Tax Paid	(5,40,202)		(13,63,048)	
Net Cash Flow From Operating Activities		(3,63,14,999)		(2,35,79,854)
Cash Flow From Investing Activities				
Purchase of Fixed Assets	(1,30,24,124)		(8,38,449)	
Sale of fixed assets	15,616			
Intangible assets	-		(1,30,304)	
Interest Received				
Net Cash Flow From Investing Activities		(1,30,08,508)		(9,68,753)
Cash Flow From Financing Activities				
Issue of equity shares		32,50,000		-
Issue of share warrants		54,37,500		-
Chit liability		1,93,44,090		2,33,54,015
Long term loan		(1,03,095)		1,22,533
Short term loan		1,37,89,965		2,28,48,642
Current maturities of long term borrowings		95,53,513		2,19,396
Interest Paid		(1,19,77,691)		(1,57,14,364)
Net Cash Flow From Financing Activities		3,92,94,282		3,08,30,222
Net Cash Flow During the Year		(1,00,29,225)		62,81,615
Cash&Cash Equivalent At the Beginning Of the Year		1,22,93,012		60,11,397
Cash&Cash Equivalent At the End Of the Year		22,63,787		1,22,93,012

VIDE OUR REPORT OF EV!

Ú-FOR AND ON BEHALF OF THE BOARD Ú-

CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

CHAIRMAN
DIN : 00136203

(G. RAMA MANOHAR REDDY)
MANAGING DIRECTOR
DIN: 00135900

Sd/-
(CA.VENKATESH G.)
PARTNER
Membership No.239608

Sd/-
(G.AMULYA REDDY)
WHOLE-TIME DIRECTOR & CFO
DIN: 00136428

Aishwarya Technologies and Telecom Limited
Statement of Profit and Loss for the period ended March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	For the Year ended March 31, 2018	For the Year ended March 31, 2017
INCOME			
Revenue from operations	20	24,24,85,785	55,43,26,878
Other income (net)	21	1,98,67,632	43,38,495
Total income		26,23,53,417	55,86,65,373
EXPENSES			
Employee benefits expense	22	3,03,40,427	2,53,88,771
Cost of materials consumed	23	85,19,923	1,25,92,842
Changes in inventories of finished goods and work-in-progress	24	71,34,300	(1,70,03,673)
Purchase of stock in trade		19,54,12,807	42,42,50,606
Finance costs	25	1,45,63,266	2,15,84,736
Depreciation and amortisation expense	26	90,08,884	1,06,12,528
Other operating expenses	27	11,91,48,143	8,31,75,852
Total expenses		38,41,27,750	56,06,01,662
Profit before exceptional items, share of profit from associate & joint venture and tax		(12,17,74,333)	(19,36,289)
Exceptional item (net)		(3,44,484)	(1,00,000)
Profit before tax		(12,14,29,849)	(18,36,289)
Tax expense			
Current tax	6	(47,734)	5,73,498
Deferred tax	6	(3,03,89,389)	35,18,351
Total tax expense		(3,04,37,123)	40,91,849
Profit for the year		(9,09,92,726)	(59,28,137)
Other comprehensive income			
A Items that will will not be reclassified subsequently to profit or loss			
(a) Remeasurements of the defined benefit plans		1,89,960	(4,43,566)
(b) Income tax relating to items that will not be reclassified to profit or loss		(65,741)	1,53,509
Total other comprehensive income		1,24,219	(2,90,057)
Total comprehensive income for the year		(9,08,68,507)	(62,18,194)
Earnings per equity share			
(Equity shares, par value of ` 10 each)			
Basic (`)		(4)	(0)
Diluted (`)		(4)	(0)
Corporate information and significant accounting policies	1 and 2		

VIDE OUR REPORT OF EVEN DATE
Sd/-
for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Sd/-
(CA.VENKATESH G.)
PARTNER
Membership No.239608

Place: Hyderabad
Date : 30.05.2018

FOR AND ON BEHALF OF THE BOARD

(G.RAMA KRISHNA REDDY)
CHAIRMAN
DIN : 00136203

Sd/-
(G. RAMA MANOHAR REDDY)
MANAGING DIRECTOR
DIN: 00135900

Sd/-
(G.AMULYA REDDY)
WHOLE-TIME DIRECTOR & CFO
DIN: 00136428

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements

Background
Aishwarya Technologies and Telecom Limited is a manufacturer and distributor of Test and measuring instruments in Telecom field. It designs, develops, manufactures and markets over 25 Telecom testers like OTDR, Optical Power Meter, Laser sources, Variable attenuators etc.

1. Significant Accounting Policies
This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation
(i) Compliance with Ind AS
The financial statements comply in all material aspects with Indian Accounting Standards(Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.
(ii) Historical cost convention
The financial statements have been prepared on a historical cost basis

b) Segment reporting
Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.
The Board of directors are identified as chief operating decision makers. Refer note XX for segment information presented.

c) Foreign currency translation
(i) Functional and presentation currency
Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (□), which is Company's functional and presentation currency.
(ii) Transactions and balances
Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

d) Revenue Recognition:
Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade allowances, rebates, value added taxes and amounts collected on behalf of third parties.
The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities as described below.

Sale of products
Timing of recognition- Revenue from sale of products is recognised when significant risks and rewards in respect of ownership of products are transferred to customers based on the terms of sale.
Measurement of revenue- Revenue from sales is based on the price specified in the sales contracts, net of volume discounts and returns at the time of sale.

f) Income tax
The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.
The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity, In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively

g) Leases

As a lessee:

Leases of property, plant and equipment where the Company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit and loss on a straight line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

h) Impairment of assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

i) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

j) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment.

k) Inventories

Raw materials and stores, work-in-progress, traded and finished goods are stated at the lower of cost and net realizable value. Cost of raw materials and traded goods comprise of cost of purchase. Cost of work-in-progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the later being allocated on the basis of normal operating capacity. Cost of inventories also include all other cost incurred in bringing the inventories to their present location and condition. Costs are assigned to individual items of inventory on weighted average basis. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

l) Investments and other financial assets

1) Classification

The Company classifies its financial assets in the following measurement categories:

• those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and

• those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income.

2) Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Debt instruments:

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through profit or loss: Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in profit or loss and presented net in the statement of profit and loss within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in other income.

Equity instruments

The Company subsequently measures all equity investments at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/(losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

III) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 32 details how the Company determines whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

IV) Derecognition of financial assets

A financial asset is derecognized only when

• The Company has transferred the rights to receive cash flow from the financial asset or

• retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset is not derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

m) Income recognition

Interest income

Interest income is recognised using effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. when calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instruments but does not consider the expected credit losses

o) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

p) Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognized as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Depreciation/Amortisation methods, estimated useful lives and residual value

Depreciation is calculated using the written down value basis at the rates arrived at based on the useful lives prescribed in Schedule II of the Companies Act, 2013. The company follows the policy of charging depreciation on pro-rata basis on the assets acquired or disposed off during the year.

The residual values are not more than 5% of the original cost of the asset. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains or losses on disposal are determined by comparing proceeds with carrying amount.

q) Intangible assets

(i) Recognition

Intangible assets are recognised only when future economic benefits arising out of the assets flow to the enterprise and are amortised over their useful life.

(ii) Amortization methods and periods

The Company amortizes intangible assets on a straight line method over a period of three years.

(iii) Transition to Ind AS

On transition to Ind AS, the company has elected to continue with the carrying value of all of intangible assets recognized as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.

r) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

s) Borrowings

Borrowings are initially recognized at fair value, net of transaction cost incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all the facility will be drawn down, the fee is capitalized as a prepayment for liquidity services and amortized over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognized in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instrument issued.

t) Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalization.

Other borrowings costs are expensed in the period in which they are incurred.

u) Provisions

Provisions for legal claims, volume discounts and returns are recognised when the company has a present legal or constructive obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provisions due to the passage of time is recognized as interest expense.

v) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(ii) Other long-term employee benefit obligations

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligations. Remeasurements as a result of the experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(iii) Post-employment obligations

The Company operates the following post-employment schemes:

(a) Defined benefit plans such as gratuity; and

(b) Defined contribution plans such as provident fund.

Gratuity obligations

The liability or assets recognized in the balance sheet in respect of gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in □ is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The benefits which are denominated in currency other than □, the cash flows are discounted using market yields determined by reference to high-quality corporate bonds that are denominated in the current in which the benefits will be paid, and that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

Defined contribution plans

The company pays provident fund contributions to publicly administered funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

(iv) Bonus plans

The Company recognizes a liability and an expense for bonuses. The Company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

w) Contributed equity

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

x) Dividends

Provision is made for the amount of any dividend declared, being appropriately authorized and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

y) Earning per share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

• The profit attributable to owners of the company

• By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

• The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and

• The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

2. Critical estimates and Judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgements are:

1. Estimation of current tax expense and payable
2. Estimation of defined benefit obligation

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

Aishwarya Technologies and Telecom Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

3. Property, plant and equipment and capital work -in-progress

Description of Assets	Freehold land	Buildings	Leasehold improvements	Computers	Optical test equipment	R&D equipment	Furniture and fixtures	Office equipment	Vehicles	Tools and equipment	Total
I. Cost or deemed cost											
Balance as at April 1, 2016	1,97,14,537	77,62,588	-	1,46,250	1,86,66,845	64,19,311	2,25,655	1,68,702	4,58,759	-	5,35,62,647
Additions	-	-	-	1,34,240	-	-	8,250	1,60,659	5,35,300	-	8,38,449
Balance as at March 31, 2017	1,97,14,537	77,62,588	-	2,80,490	1,86,66,845	64,19,311	2,33,905	3,29,361	9,94,059	-	5,44,01,096
Additions	-	-	-	1,55,597	1,96,600	1,16,90,220	30,000	51,707	9,00,000	-	1,30,24,124
Disposals	-	-	-	-	-	-	-	-	(7,40,848)	-	(7,40,848)
Balance as at March 31, 2018	1,97,14,537	77,62,588	-	4,36,087	1,88,63,445	1,81,09,531	2,63,905	3,81,068	11,53,211	-	6,66,84,372
II. Accumulated depreciation											
Balance as at 1 April, 2016	-	-	-	-	-	-	-	-	-	-	-
Depreciation expense for the year	-	14,15,120	-	1,93,842	61,99,955	21,81,742	77,272	1,78,301	3,49,785	-	1,05,96,016
Balance as at March 31, 2017	-	14,15,120	-	1,93,842	61,99,955	21,81,742	77,272	1,78,301	3,49,785	-	1,05,96,016
Depreciation expense for the year	-	11,57,144	-	1,26,927	41,55,552	29,11,624	52,356	1,19,718	3,90,135	-	89,13,456
Eliminated on disposal of assets	-	-	-	-	-	-	-	-	(7,25,232)	-	(7,25,232)
Balance as at March 31, 2018	-	25,72,264.00	-	3,20,768.53	1,03,55,507.00	50,93,366.00	1,29,627.37	2,98,018.09	14,688.35	-	1,87,84,240.34

Carrying Amount	Freehold land	Buildings	Leasehold improvements	Computers	Optical test equipment	R&D equipment	Furniture and fixtures	Office equipment	Vehicles	Tools and equipment	Total	Capital Work in progress
Balance as at 1 April, 2016	1,97,14,537	77,62,588	-	1,46,250	1,86,66,845	64,19,311	2,25,655	1,68,702	4,58,759	-	5,35,62,647	
Additions	-	-	-	1,34,240	-	-	8,250	1,60,659	5,35,300	-	8,38,449	
Depreciation expense	-	(14,15,120)	-	(1,93,842)	(61,99,955)	(21,81,742)	(77,272)	(1,78,301)	(3,49,785)	-	(1,05,96,016)	
Balance as at March 31, 2017	1,97,14,537	63,47,468	-	86,648	1,24,66,890	42,37,569	1,56,633	1,51,060	6,44,274	-	4,38,05,080	-
Additions	-	-	-	1,55,597	1,96,600	1,16,90,220	30,000	51,707	9,00,000	-	1,30,24,124	
Disposals	-	-	-	-	-	-	-	-	(15,616)	-	(15,616)	
Depreciation expense	-	(11,57,144)	-	(1,26,927)	(41,55,552)	(29,11,624)	(52,356)	(1,19,718)	(3,90,135)	-	(89,13,456)	
Balance as at March 31, 2018	1,97,14,537	51,90,324	-	1,15,318	85,07,938	1,30,16,165	1,34,277	83,049	11,38,523	-	4,79,00,132	-

(ii) Property, plant and equipment pledged as security

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

4. Other intangible assets

Description of Assets	Computer software
I. Cost or deemed cost	
Balance as at April 1, 2016	9,445
Additions	1,30,304
Balance as at March 31, 2017	**1,39,749**
Additions	-
Disposals	-
Additions through business combination	-
Foreign currency translation adjustments	-
Balance as at March 31, 2018	**1,39,749**
II. Accumulated depreciation and impairment	
Balance as at April 1, 2016	-
Amortisation expense for the year	16,511
Balance as at March 31, 2017	**16,511**
Amortisation expense for the year	95,428
Balance as at March 31, 2018	**1,11,939**

Carrying Amount	Computer software
Balance as at April 1, 2016	9,445
Additions	1,30,304
Depreciation expense	(16,511)
Balance as at March 31, 2017	**1,23,238**
Amortization expense	(95,428)
Foreign currency translation adjustments	-
Balance as at March 31, 2018	**27,810**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

5. Investments

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
A. Non-current investments (Refer Note 1 below)			
Investment carried at cost			
(i) Equity instruments of Subsidiaries (unquote	15,00,000	15,00,000	15,00,000
	15,00,000	**15,00,000**	**15,00,000**

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	QTY	Amount	QTY	Amount	QTY	Amount
Investments In Subsidiaries						
I. Unquoted Investments (all fully paid)						
Investments in Equity Instruments						
- of Subsidiaries						
- Bhaswanth Power Projects Pvt. Ltd.,	1,47,750.00	15,00,000	1,47,750.00	15,00,000	1,47,750.00	15,00,000
Total carrying value of unquoted investments		15,00,000		15,00,000		15,00,000

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

10. Other financial assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Interest accured on deposits	44,21,420	46,98,356	43,31,845
Chit Investments	-	17,90,000	-
Security deposits	73,66,957	1,72,61,491	2,41,06,566
Total current other financial assets	**1,17,88,377**	**2,37,49,847**	**2,84,38,411**
Total other financial assets	**1,17,88,377**	**2,37,49,847**	**2,84,38,411**

11. Other assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current:			
Prepaid expenses	2,15,596	8,00,224	16,37,828
Advances to suppliers	1,18,66,414	3,48,21,414	4,50,04,042
Other advances			
- Unsecured, considered good	42,18,471	43,56,835	67,22,420
Total current assets	**1,63,00,481**	**3,99,78,473**	**5,33,64,290**
Total other assets	**1,63,00,481**	**3,99,78,473**	**5,33,64,290**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

7. Inventories

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Inventories (lower of cost and net realisable value)			
Raw materials	38,26,725	81,80,522	1,42,55,850
Stock in trade (including Finished goods	10,12,67,619	10,84,01,919	9,13,98,246
Total	10,50,94,344	11,65,82,441	10,56,54,096

There are no write off of inventory during the year

8. Trade receivables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade receivables - Current			
Unsecured, considered good	18,28,21,564	23,19,63,578	20,85,49,337
Doubtful	2,63,43,805	4,03,58,403	3,64,10,554
Less: Allowance for doubtful debts (expected credit loss allowance)	(2,63,43,805)	(4,03,58,403)	(3,64,10,554)
Total	18,28,21,564	23,19,63,578	20,85,49,337

Notes:

(i) No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

Note - 9: Cash and Bank Balances
9A. Cash and Cash Equivalents

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Balances with Banks			
in current accounts	14,79,932	1,16,72,728	54,40,810
Cash on hand	7,83,854	6,20,284	5,70,587
Total Cash and cash equivalents	22,63,786	1,22,93,012	60,11,397

Notes:

(i) There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior periods.

9B. Other Bank balances

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Unpaid dividend account	1,48,198	3,21,323	4,46,170
Deposits held as margin money/security for bank guarantees	1,74,71,607	2,65,35,372	2,79,78,646
Total	1,76,19,805	2,68,56,695	2,84,24,816

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

12. Equity share capital

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Authorised share capital:			
3,10,00,000 fully paid up equity shares of Rs. 5/- each (Previous year: 24,000,000 Equity shares of Rs. 5/- each)	15,50,00,000	12,00,00,000	12,00,00,000
Issued and subscribed capital:			
2,22,13, 942 Equity Shares of Rs.5/- each fully paid up (Previous year: 21,563,942 Equity shares of Rs. 5/- each)	11,10,69,710	10,78,19,710	10,78,19,710
Total	11,10,69,710	10,78,19,710	10,78,19,710

Notes:

(A) Reconciliation of the number of shares outstanding:

Particulars	Number of shares	Amount
Balance at April 1, 2016	2,15,63,942	10,78,19,710
Issue of shares	-	-
Balance at March 31, 2017	2,15,63,942	10,78,19,710
Issue of shares	6,50,000	32,50,000
Balance at March 31, 2018	2,22,13,942	11,10,69,710

(B) Details of shares held by each shareholder holding more than 5% shares

	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
Fully paid equity shares						
G.Rama Manohar Reddy	47,50,990	21.39%	41,00,990	19.02%	51,03,562	23.67%
K.Hari Krishna Reddy	11,85,308	5.34%	11,17,038	5.18%	10,61,483	4.92%

(C). Rights, preferences and restrictions attached to equity shares:
The company has one class of equity shares having a par value of Rs.5/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

13. Other equity

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
General reserve	1,13,26,000	1,13,26,000	1,13,26,000
Securities premium account	11,86,08,770	11,86,08,770	11,86,08,770
Share warrants	54,37,500	-	-
Retained earnings	1,05,38,551	10,14,07,058	10,76,25,252
Balance at end of year	14,59,10,821	23,13,41,828	23,75,60,022

13.1 General Reserve	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	1,13,26,000	1,13,26,000
Balance at end of year	1,13,26,000	1,13,26,000

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will note be reclassified subsequently to profit or loss.

13.2 Securities premium reserve	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	11,86,08,770	11,86,08,770
Balance at end of year	11,86,08,770	11,86,08,770

13.3 Retained earnings	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	10,14,07,058	10,76,25,252
Net profit for the year	(9,09,92,726)	(59,28,137)
Remeasurements of the defined benefit plans	1,24,219	(2,90,057)
Balance at end of year	1,05,38,551	10,14,07,058

13.4 Share warrants	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	-	-
Additions during the year	54,37,500	-
Balance at end of year	54,37,500	-

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

14. Non-current borrowings

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Secured - at amortised cost			
Term loans			
from banks	19,438	1,22,533	-
Total non-current borrowings	**19,438**	**1,22,533**	**-**

* Current maturities on long-term borrowings have been disclosed under the head Other current financial liabilities

Summary of borrowing arrangements
16.1 Term Loans
Nature of Security & Terms of Repayment :
Hire purchase loan from Indus Ind Bank and Sundaram fin (Secured by the relevant assets for which loan is taken)

16.2 Other Loans

Net debt reconciliation

Particulars	Cash & cash equivalents	Liabilities from financing activities			Total
		Finance lease obligation	Non current borrowings	Current borrowings	
Net debt as at 31 March 2017	1,22,93,012	(2,19,396)	(1,22,533)	(6,07,02,020)	(4,87,50,937)
Cash flows	(1,00,29,226)	-	1,03,095	(2,29,89,965)	(3,29,16,096)
Interest expense	-	(1,34,117)	(74,898)	(1,02,05,298)	(1,04,14,313)
Interest paid			74,898	1,02,05,298	1,02,80,196
Net debt as at 31 March 2018	**22,63,786**	**(3,53,513)**	**(19,438)**	**(8,36,91,985)**	**(8,18,01,150)**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

18. Other financial liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Current maturities of long term borrowings	92,00,000	-	-
Current Maturities of finance lease obligation	3,53,513	2,19,396	1,56,566
Creditors for expenses	3,17,54,296	2,17,20,102	1,80,42,291
Chit Liability	1,93,44,090	2,33,54,015	1,94,67,029
Total	**6,06,51,899**	**4,52,93,513**	**3,76,65,886**

15. Employee benefit obligations

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Non - Current			
- Leave encashment	-	-	9,010
- Gratuity	1,57,598	4,20,250	3,94,812
	1,57,598	**4,20,250**	**4,03,822**
Current			
- Leave encashment	10,16,243	6,06,882	1,53,643
- Gratuity	30,46,974	20,80,059	15,59,567
Total	**40,63,217**	**26,86,941**	**17,13,210**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

6. Income taxes
6.1 Deferred tax balance

Particulars	As at March 31,	As at March 31, 2017		As at April 1, 2016
Deferred tax assets	3,66,68,760	51,16,279	51,16,279	73,10,904
Deferred tax liabilities	23,99,049		11,70,216	
Net Deferred tax asset / (li	**3,42,69,711**	**51,16,279**	**39,46,063**	**73,10,904**

2017-18	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive	Recognised directly in equity	Reclassified from equity to Profit or loss	Acquisitions/disposals	Closing balance
Deferred tax (liabilities)/assets in relation to							
Cost & Estimated Earnings in Excess of Billings							-
Depreciation & Amortizati	(45,03,492)	15,51,650					(29,51,842)
Employee benefit expense	10,27,331	3,07,64,302					3,17,91,633
MAT credit	23,05,945	1,72,111					24,78,056
Indexation benefit on freeh	31,67,989	2,34,634					34,02,623
Remeasurement costs of DBO		65,741	(65,741)				-
Others	19,48,291	(23,99,049)					(4,50,759)
Total	39,46,063	3,03,89,389	(65,741)	-	-	-	3,42,69,711
	-	-					-

2016-17	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive	Recognised directly in equity	Reclassified from equity to Profit or loss	Acquisitions/disposals	Closing balance
Deferred tax (liabilities)/assets in relation to							
Cost & Estimated Earnings in Excess of Billings			-	-	-	-	-
Depreciation & Amortizati	(69,24,635)	24,21,143	-	-	-	-	(45,03,492)
Employee benefit expense	6,54,163	3,73,168	-	-	-	-	10,27,331
MAT Credit	97,16,662	(74,10,717)	-	-	-	-	23,05,945
Indexation benefit on freeh	28,85,247	2,82,741	-	-	-	-	31,67,989
Remeasurement costs of DBO		(1,53,509)	1,53,509	-	-	-	-
Others	9,79,467	9,68,824	-	-	-	-	19,48,291
							-
Total	73,10,904	(35,18,350)	1,53,509	-	-	-	39,46,063
	-	0	-				-

6.2. Current tax assets and liabilities

Particulars	As at March 31,	As at March 31, 2017		As at April 1, 2016
Current tax assets				
- Tax Deducted at Source	2,81,443		2,67,005	2,73,874
- IT Refund Receivable	7,05,574		7,05,574	7,05,574
Total Current tax assets	9,87,017	-	9,72,579	9,79,448
Current tax liabililties				
Income tax payable	-		5,73,498	13,69,917
Total Current tax liabilitie	-	-	5,73,498	13,69,917

6.3 - Tax Expense

a) Recognised in statement of profit and loss

Particulars	For the year ended	For the year ended March 31, 2017	
Current tax			
In respect of the current ye	-		-
In respect of prior years	(47,734)		5,73,498
	(47,734)	-	5,73,498
Deferred tax			
In respect of the current ye	(3,03,89,389)	(10,98,056)	35,18,351
	(3,03,89,389)	**(10,98,056)**	**35,18,351**

b) Recognised in Other comprehensive Income

Particulars	For the year ended	For the year ended March 31, 2017	
Current tax			
In respect of the current ye	-		-
In respect of prior years	-		-
	-		-
Deferred tax			
In respect of the current ye	(65,741)	1,53,509	1,53,509
	(65,741)	**1,53,509**	**1,53,509**

The Income tax expense for the year can be reconciled to the accounting profit as follows

	33.38%	33.06%
Particulars	**Year ended March 31, 2018**	**Year ended March 31, 2017**
Profit before tax from conti	(12,14,29,849)	(18,36,289)
Income tax expense calculated at 33.38% (2016-	(4,05,38,141)	(6,07,132)
Effect of expenses that are not allowed as deduction	14,51,653	8,78,044
Effect of expenses that are allowed on payment basis for which deferred tax has	(38,22,607)	28,27,828
Deferred tax asset not created on carried	1,27,06,606	-
Indexation benefit on	(2,34,634)	(2,82,741)
Others	-	12,75,850
Income tax expense recogn	(3,04,37,123)	40,91,849

Aishwarya Technologies and Telecom Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

19. Other liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Advance from customers	37,47,147	3,63,426	15,39,344
Total	**37,47,147**	**3,63,426**	**15,39,344**

16. Current borrowings

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Secured - at amortised cost			
Loans repayable on demand			
from banks (bank overdraft)	6,93,31,985	5,95,02,020	3,54,03,316
Loans from related parties	51,60,000	12,00,000	24,50,062
Total	**7,44,91,985**	**6,07,02,020**	**3,78,53,378**

Notes:

i) Loan from related parties:

Loan from G Rama Manohar Reddy

ii) Loan from banks

Cash Credit from State Bank of Hyderabad is secured by Hypothecation of fixed assets and raw materials, semi-finished, finished goods and sundry debtors of the company and guaranteed by directors of the company in their personal capacities.

17. Trade Payables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade Payables - Current			
Dues to micro enterprises and small ente	-	-	-
Dues to creditors other than micro enterp	2,04,61,212	5,24,47,286	6,78,79,502
Total	**2,04,61,212**	**5,24,47,286**	**6,78,79,502**

20. Revenue from operations

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of services (including spares)	53,41,189	20,30,318
Sale of Products		
Manufacturing	88,57,031	1,43,36,710
Trading	22,82,87,565	53,79,59,850
Total	**24,24,85,785**	**55,43,26,878**

21. Other income (net)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest income on financial assets carried at amortised cost		
Bank deposits	13,91,799	-
Others	-	18,12,741
	13,91,799	**18,12,741**
Other non-operating income		
Income on chit fund	39,42,650	16,49,500
Commission Received	5,17,379	7,37,719
Excess Provision on Doubtful Debts	1,40,14,598	1,38,535
Miscelleneous income (net)	1,206	-
	1,84,75,833	**25,25,754**
Total	**1,98,67,632**	**43,38,495**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

22. Employee Benefits Expense

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and wages, including bonus	2,80,16,288	2,38,45,765
Leave Encashment	4,09,361	4,44,229
Gratuity	9,97,419	2,58,289
Staff welfare expenses	9,17,359	8,40,488
Total	**3,03,40,427**	**2,53,88,771**

23. Cost of materials consumed

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
(a) Opening stock	81,80,522	1,42,55,850
(b) Add: Purchases	41,66,126	65,17,514
(c) Less: Closing stock	(38,26,725)	(81,80,522)
	85,19,923	**1,25,92,842**

24. Changes in inventories of finished goods and work-in-progress

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening Stock:		
Finished goods	10,84,01,919	9,13,98,246
	10,84,01,919	**9,13,98,246**
Closing Stock:		
Finished goods	10,12,67,619	10,84,01,919
	10,12,67,619	**10,84,01,919**
Net (increase) / decrease	**71,34,300**	**(1,70,03,673)**

25. Finance costs

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest expense		
- Interest on Working Capital Loan	1,02,05,298	93,33,260
- Interest on Hire Purchase Loan	74,898	39,814
- Interest on Buyers credit and Other FLC Charges	1,12,358	30,62,819
- Finance cost on chit liability	25,85,575	58,70,372
- Loan Processing Fees	7,36,007	5,31,612
- Interest Others	8,49,130	27,46,859
	-	-
Total	**1,45,63,266**	**2,15,84,736**

26. Depreciation and amortisation expense

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Depreciation of property, plant and equipment	89,13,456	1,05,96,016
Amortisation of intangible assets	95,428	16,511
Total	**90,08,884**	**1,06,12,528**

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

27. Other operating expenses

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
- Packing Material	1,47,273	1,65,237
- Testing & Calibration Expenses	13,09,814	15,93,247
- Rent	27,09,925	29,11,900
- Rates & Taxes	6,88,409	6,73,482
- Office Electricity & Maintenance	11,87,257	11,64,876
- Conveyance	12,66,697	13,23,335
- Subscription, Books & Periodicals	36,933	55,461
- Postage & Telegrams	2,37,192	2,88,518
- Printing & Stationery	5,01,357	7,20,247
- Regn. Licence & Filing Fees	11,05,671	12,93,196
- Professional & Consultancy Charges	19,79,971	13,86,423
- Professional Tax	-	7,500
- Insurance	5,08,485	4,57,855
- Recruitment Charges	47,150	62,035
- Donations	31,016	27,001
- Repairs & Maintenance	17,33,353	5,88,988
- Testing & Calibration Expenses	13,13,572	9,67,742
- Telephone & Fax Expenses	5,68,214	8,51,603
- Directors Sitting Fee	37,500	30,000
- Tour & Travelling Expenses		
a) Directors	18,59,726	15,13,811
b) Others	34,36,905	21,00,555
- Auditors Remmuneration	5,25,000	5,25,000
- Foreign Exchange Fluctuation Loss	(12,53,449)	(33,65,633)
- Advertisement Expenses	20,00,961	20,66,190
- Agency Commission	4,76,468	12,77,903
- Tender Expenses	55,179	1,27,388
- Business Promotion Expenses	1,67,359	3,19,407
- Carriage Outwards	24,04,807	43,03,242
- Provisional for Bad & Doubtful Debts	-	40,86,383
- Advances written off	2,63,51,903	-
- Bad Deposits written off	1,04,76,668	74,12,636
Penal charges on chit	-	2,76,114
- Bad debts written off	5,51,52,591	4,50,69,150
- Bank Charges	20,84,236	28,95,060
Total	**11,91,48,143**	**8,31,75,852**

Notes:

i) Operating leases:

The company has no non-cancellable operating leases.

ii) Auditors' remuneration(net of service tax) comprises of:

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Company		
For statutory audit	3,93,750	4,75,000
For other services	1,31,250	50,000
Total Auditors' remuneration	5,25,000	5,25,000

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	For the year ended	
	31-Mar-18	31-Mar-17
Profit after tax	(9,09,92,726)	(59,28,137)
Basic:		
Number of shares outstanding at the year end	2,22,13,942	2,15,63,942
Weighted average number of equity shares	2,22,13,942	2,15,63,942
Earnings per share (`)	-4.1	-0.27

Note: EPS is calculated based on profits excluding the other comprehensive income

Ind AS rounded Ind AS rounded off

Aishwarya Technologies and Telecom Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

First time Ind AS adoption reconciliations

These financial statements, for the year ended March 31, 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 01, 2016, the

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Group has applied the following exemptions:

i) There is no change in the functional Currency of any of the components of the Company and accordingly, the Company has elected to continue with the carrying values for all of its property, plant and equipment, intangible assets and investment property as recognised in its Indian GAAP financial

ii) Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the Company has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition.

iii) The Company has elected to adopt the carrying value under previous GAAP as on the date of transition i.e., April 01, 2016 in its separate financial statements and use that carrying values as its deemed cost as of the transition date.

iv) The Company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind AS.

v) The Company has applied the exception related to impairment of financial assets given in Ind AS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognised and compared

vi)The Company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occuring on or after April 01, 2016 (the transition date).

vii) The estimates as at April 01, 2016 and March 31, 2017 are consistent with those made for the same dates in accordance with Previous GAAP (after adjustments to reflect any differences in accounting policies) apart from impairment of financial assets based on expected credit loss model where application of Previous GAAP did not require estimation. The estimates used by the Company to

	Notes	As at March 31, 2017 (End of last period presented under previous GAAP)			As at April 1, 2016 (Date of transition)		
		Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet
Non-current assets							
Property, plant and equipment		4,38,05,080	-	4,38,05,080	5,35,62,647	-	5,35,62,647
Intangible assets		1,23,238	-	1,23,238	9,445	-	9,445
Investments in Subsidiaries, Associates & Joint venture		15,00,000	-	15,00,000	15,00,000	-	15,00,000
Deferred tax assets (net)	6	-	39,46,063	39,46,063	34,46,190	38,64,714	73,10,904
Total non-current assets		4,54,28,317	39,46,063	4,93,74,381	5,85,18,282	38,64,714	6,23,82,996
Current Assets							
Inventories		11,35,33,441	30,49,000	11,65,82,441	10,14,32,150	42,21,946	10,56,54,096
Financial Assets							
(a) Trade receivables	1	24,16,32,174	(96,68,596)	23,19,63,578	21,43,69,250	(58,19,913)	20,85,49,337
(b) Cash and cash equivalents		1,22,93,012	-	1,22,93,012	60,11,397	-	60,11,397
(c) Bank balances other than (b) above		2,68,56,695	-	2,68,56,695	2,84,24,816	-	2,84,24,816
(d) Other Financial Assets		2,27,59,847	9,90,000	2,37,49,847	2,84,38,411	-	2,84,38,411
Current tax assets		9,72,579	-	9,72,579	9,79,448	-	9,79,448
Other current assets		3,99,78,473	-	3,99,78,473	5,33,64,290	-	5,33,64,290
Total current assets		45,80,26,221	(56,29,596)	45,23,96,625	43,30,19,762	(15,97,967)	43,14,21,795
Total assets		50,34,54,538	(16,83,533)	50,17,71,006	49,15,38,044	22,66,748	49,38,04,792
Equity							
Equity share capital		10,78,19,710	-	10,78,19,710	10,78,19,710	-	10,78,19,710
Other equity	5	23,18,55,145	(5,13,317)	23,13,41,828	23,65,25,483	10,34,539	23,75,60,022
Total equity (share holders' funds)		33,96,74,855	(5,13,317)	33,91,61,538	34,43,45,193	10,34,539	34,53,79,732
Non-current liabilities							
Financial Liabilities							
(a) Borrowings		13,22,533	(12,00,000)	1,22,533	24,50,062	(24,50,062)	-
Employee benefit obligations		4,20,250	-	4,20,250	4,03,822	-	4,03,822
Deferred tax liabilities (Net)	6	11,70,216	(11,70,216)	-	-	-	-
Total non-current liabilities		29,12,999	(23,70,216)	5,42,783	28,53,884	(24,50,062)	4,03,822
Current liabilities							
Financial Liabilities							
(a) Borrowings		5,95,02,020	12,00,000	6,07,02,020	3,54,03,316	24,50,062	3,78,53,378
(b) Trade payables		5,24,47,286	-	5,24,47,286	6,78,79,502	-	6,78,79,502
(c) Other financial liabilities		4,52,93,513	-	4,52,93,513	3,64,33,678	12,32,208	3,76,65,886
Other current liabilities		3,63,426	-	3,63,426	15,39,344	-	15,39,344
Employee benefit obligations		26,86,941	-	26,86,941	17,13,210	-	17,13,210
Current Tax Liabilities (Net)		5,73,498	-	5,73,498	13,69,917	-	13,69,917
Total current liabilities		16,08,66,684	12,00,000	16,20,66,684	14,43,38,967	36,82,270	14,80,21,237
Total equity and liabilities		50,34,54,538	(16,83,533)	50,17,71,005	49,15,38,044	22,66,747	49,38,04,791

Effect of Ind AS adoption on the Statement of profit and loss for the year ended March 31, 2017

Particulars	Note	Year ended March 31, 2017 (end of last period presented under previous GAAP)		
		Previous GAAP	Effect of transition to Ind AS	Ind AS
INCOME				
Revenue from operations		57,04,25,736	(1,60,98,858)	55,43,26,878
Other income (net)		26,88,995	16,49,500	43,38,495
Total income		**57,31,14,731**	**(1,44,49,358)**	**55,86,65,373**
EXPENSES				
Employee benefit expense		2,58,32,337	(4,43,566)	2,53,88,771
Purchase of stock in trade		42,42,50,606	-	42,42,50,606
Cost of Materials Consumed		1,25,92,842	-	1,25,92,842
Changes in inventories of finished goods and work-in-progress		(1,81,76,619)	11,72,946	(1,70,03,673)
Finance costs		1,57,14,364	58,70,372	2,15,84,736
Depreciation and amortisation expense		1,06,12,528	-	1,06,12,528
Other expenses		10,18,69,107	(1,86,93,255)	8,31,75,852
Total expenses		**57,26,95,165**	**(1,20,93,503)**	**56,06,01,662**
Profit before exceptional items, share of profit from associate & joint venture and tax		**4,19,566**	**(23,55,855)**	**(19,36,289)**
Exceptional item (net)		(1,00,000)	-	(1,00,000)
Profit before tax		**5,19,566**	**(23,55,855)**	**(18,36,289)**
Tax Expense				
Current tax		5,73,498	-	5,73,498
Deferred tax	6	46,16,406	(10,98,056)	35,18,351
		51,89,904	**(10,98,056)**	**40,91,849**
Profit for the year		**(46,70,338)**	**(12,57,799)**	**(59,28,137)**
Other comprehensive income				
A Items that will will not be reclassified subsequently to profit or loss				
(a) Remeasurements of the defined benefit plans	2	-	(4,43,566)	(4,43,566)
(b) Income tax relating to items that will not be reclassifie	3	-	1,53,509	1,53,509
Total other comprehensive income		**-**	**(2,90,057)**	**(2,90,057)**
Total comprehensive income for the year		**(46,70,338)**	**(15,47,856)**	**(62,18,194)**

A. Reconciliation of Total Equity as at March 31, 2017 and April 01, 2016.

Particulars	Notes	As at March 31, 2017	As at April 01, 2016
Total Equity as reported under previous GAAP		**23,18,55,145**	**23,65,25,483**
Adjustments:			
Dividend income & other costs related to Chit Fund		9,90,000	(12,32,208)
Creation of expected credit loss allowance	1	(47,01,096)	(6,14,713)
Deferred taxes on indexation benefit on land and Ind AS adjustments	6	49,62,770	38,64,714
Others		(14,74,934)	(9,83,254)
Remeasurement of defined benefit plans	2	(2,90,057)	-
Total Equity as per Ind AS		**23,13,41,828**	**23,75,60,022**
		-	-

B. Reconciliation of Total Comprehensive Income for the year ended March 31, 2017.

Particulars	Notes	As at March 31, 2017	
Profit after tax reported under per previous GAAP		**(46,70,338)**	
Dividend income & other costs related to Chit Fund		22,22,208	
Remeasurement of defined benefit plans	2	4,43,566	
Impact of allowance for doubtful debts based on expected credit loss	1	(40,86,383)	
Deferred taxes on indexation benefit on land and Ind AS adjustments	6	10,98,056	
Others		(9,35,246)	
Profit after tax		**(59,28,137)**	**0**
Other Comprehensive Income (net of tax)		-	
Deferred tax on OCI adjustments	3	(2,90,057)	
Total comprehensive income as per Ind AS		**(62,18,194)**	**0**

Footnotes to the reconciliation of equity as at 1 April 2016 and 31 March 2017 and profit or loss for the year ended 31 March 2018:

2. Remeasurement costs of defined benefit obligations: Under previous GAAP, the actuarial gains/losses are recognised in P&L as and when incurred. Under Ind AS, the remeasurement costs

4. Statement of cash flows: The transition from Indian GAAP to Ind AS has not had a material

5. Retained Earnings: Retained earnings as at April 1, 2016 has been adjusted consequent to the above Ind AS transition adjustments

6. Deferred tax: Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. In addition, the various transitional adjustments lead to temporary differences. Hence, deferred tax has been created on the indexation benefit available on land.

36. Segment Information

The Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by industry classes. Accordingly, segment information has been presented for industry classes. The Company's activities relate only to one segment i.e., IT services & IT enabled services. The Company's business is organised into a single geographical segment - exports. Hence, no segment information is disclosed.

The company operates in one geographic segment "India"
Refer note XX for revenue from related parties.

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

31 Capital and Financial risk management objectives and policies

A. Capital management and Gearing Ratio

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Borrowings including interest accrued on borrowings	8,37,11,423	6,08,24,553	3,78,53,378
Trade payables	2,04,61,212	5,24,47,286	6,78,79,502
Other liabilities	37,47,147	3,63,426	15,39,344
Less: Cash and cash equivalents	22,63,786	1,22,93,012	60,11,397
Net debt	8,37,11,423	12,59,28,277	11,32,83,621
Equity	11,10,69,710	10,78,19,710	10,78,19,710
Other Equity	14,59,10,821	23,13,41,828	23,75,60,022
Total Equity	25,69,80,531	33,91,61,538	34,53,79,732
Capital and net debt	34,06,91,954	46,50,89,815	45,86,63,353
Gearing ratio in % (Net Debt/ Capital and net debt)	25%	27.08%	24.70%

In order to achieve this overall objective, the Company capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2018 and 31 March 2017.

B. Financial Risk Management Framework

The Company's principal financial liabilities, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management oversees that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.
The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected,after the impact of hedge accounting. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Impact on Profit before tax	
	31-Mar-18	31-Mar-17
Interest rates-increase by 0.5%	(3,73,833)	(3,68,904)
Interest rates-decrease by 0.5%	3,73,833	3,68,904

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in prior years.

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analyzing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, investments, derivative financial instruments, cash and cash equivalents, bank deposits and other financial assets.

Credit risk management

A. Credit risk on cash and cash equivalents is limited as the Company generally invest in deposits with banks with high credit ratings assigned by external agencies.

B. Financial assets that potentially expose the company to credit risks are listed below

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Finance Committee. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

The Company's maximum exposure to credit risk for the components of the balance sheet at 31 March 2018 and 31 March 2017 is the carrying amounts as illustrated in Note 9 except for financial guarantees and derivative financial instruments. The Company's maximum exposure relating to financial guarantees and financial derivative instruments is noted in note XX and the liquidity table below.

(i) Year ended 31 March, 2018:

(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				
Loss allowance measured at 12 month expected credit losses	Other financial assets	1,17,88,377	-	1,17,88,377
Loss allowance measured at Life time expected credit losses				-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	20,91,65,369	(2,63,43,805)	18,28,21,564

(ii) Year ended 31 March, 2017:

(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				
Loss allowance measured at 12 month expected credit losses	Other financial assets	2,37,49,847		2,37,49,847
	Loans			
Loss allowance measured at Life time expected credit losses		-	-	-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	27,23,21,981	(4,03,58,403)	23,19,63,578

(iii) Year ended 01 April, 2016:

(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				
Loss allowance measured at 12 month expected credit losses	Other financial assets	2,84,38,411		2,84,38,411
	Loans			
Loss allowance measured at Life time expected credit losses		-	-	-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	24,49,59,891	(3,64,10,554)	20,85,49,337

(iv) Reconciliation of Loss allowance provision

Particulars	Provision on Trade Receivables	Allowance for bad & doubtful deposits	Allowance for bad & doubtful loans
Loss allowance as at April 01, 2016	3,64,10,554	-	-
Add/(Less):			
Provision made during the period	39,47,849		
Provision reversed during the period			
Loss allowance as at March 31, 2017	4,03,58,403		
Add/(Less):			
Provision made during the period			
Provision reversed during the period	(1,40,14,598)		
Loss allowance as at March 31, 2018	2,63,43,805		

Significant estimates and judgements

Impairment of financial assets

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assetsand liabilities. The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Particulars	On Demand	in next 12 months	>1 year	Total
Year ended March 31, 2018				
Borrowings		7,44,91,985	19,438	7,45,11,423
Other financial liabilities		6,06,51,899	-	6,06,51,899
Trade and other payables		2,04,61,212	-	2,04,61,212
	-	15,56,05,096	19,438	15,56,24,534
Year ended March 31, 2017				
Borrowings		6,07,02,020	1,22,533	6,08,24,553
Other financial liabilities		4,52,93,513	-	4,52,93,513
Trade and other payables		5,24,47,286	-	5,24,47,286
	-	15,84,42,819	1,22,533	15,85,65,352
Year ended April 01, 2016				
Borrowings		3,78,53,378	-	3,78,53,378
Other financial liabilities		3,76,65,886	-	3,76,65,886
Trade and other payables		6,78,79,502	-	6,78,79,502
	-	14,33,98,766	-	14,33,98,766

Market risk - Foreign exchange exposure:

Foreign exchange risk sensitivity

A reasonably possible strengthening (weakening) of the INR, against the foreign currency would have affected the measurement of financial instruments denominated in foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecasts sales and purchases.

Particulars	Impact on Profit and loss account	
	For the year ended 31 March 2018	For the year ended 31 March 2017
EUR Sensitivity		
Increase of USD by Rs. 1/-	(40,328)	(5,93,654)
Decrease of USD by Rs. 1/-	40,328	5,93,654
EUR Sensitivity		
Increase of EUR by Rs. 1/-	(24,619)	(87,313)
Decrease of EUR by Rs. 1/-	24,619	87,313
Pound sensitivity		
Increase of Pound by Rs. 1/-	(14,132)	-
Decrease of Pound by Rs. 1/-	14,132	-
JPY Sensitivity		
Increase of JPY by Rs. 1/-	(52,63,760)	(20,13,739)
Decrease of JPY by Rs. 1/-	52,63,760	20,13,739

Aishwarya Technologies and Telecom Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

32 Financial Instruments

(i) Set out below, is a comparison by class of the carrying amounts and fair value of the company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Fair value hierarchy	Carrying Values			Fair value		
		As at March 31, 2018	As at March 31, 2017	As at April 01, 2016	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Assets:							
Current							
i) Trade receivables	Level 3	18,28,21,564	23,19,63,578	20,85,49,337	18,28,21,564	23,19,63,578	20,85,49,337
ii) Cash and cash equivalents	Level 3	22,63,786	1,22,93,012	60,11,397	22,63,786	1,22,93,012	60,11,397
iii) Other balances with banks	Level 3	1,76,19,805	2,68,56,695	2,84,24,816	1,76,19,805	2,68,56,695	2,84,24,816
iv) Loans	Level 3				-	-	-
v) Other financial assets	Level 3	1,17,88,377	2,37,49,847	2,84,38,411	1,17,88,377	2,37,49,847	2,84,38,411
Liabilities:							
Non-Current							
(i) Borrowings	Level 3	19,438	1,22,533	-	19,438	1,22,533	-
(ii) Other non current financial liabilities	Level 3	-	-	-	-	-	-
Current							
i) Borrowings	Level 3	7,44,91,985	6,07,02,020	3,78,53,378	7,44,91,985	6,07,02,020	3,78,53,378
ii) Trade payables	Level 3	2,04,61,212	5,24,47,286	6,78,79,502	2,04,61,212	5,24,47,286	6,78,79,502
iii) Other current financial liabilties	Level 3	37,47,147	3,63,426	15,39,344	37,47,147	3,63,426	15,39,344

Fair value hierarchy

Level 1 - Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments. The fair value of all equity instruments which are traded in stock exchanges is valued using the closing price as at the reporting period.

Level 2 - The fair value of financial instruments not actively traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If the significant inputs required to fair value an instrument areobservable, the instrument is included in level 2.

Level 3 - If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

i) The Carrying values of Current financial liabilities and current financial assets are taken as their fair value because of their short term nature.
ii) The Carrying values of Non-Current financial liabilities and Non-current financial assets are taken as their fair value based on their discounted cash flows.
iii) Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of theamounts that the company could have realised or paid in sale transactions as of respective dates. as such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.
iv) There have been no transfers between level 1 , level 2 and level 3 for the years ended March 31, 2018, March 31, 2017 and as at April 01, 2016.

Significant estimate:

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The company uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

Related party transactions

S.No.	Particulars	Associate Company		Key Management personnel	
		For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2018	For the year ended March 31, 2017
1	Remuneration	-	-	56,44,920	53,29,220
2	Loans Repaid	-	-	30,00,062	46,62,051
3	Loans taken	-	-	17,50,000	-
4	Investment	15,00,000	15,00,000	-	-
5	Loan	-	-	12,00,000	24,50,062

Aishwarya Technologies and Telecom Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

Contingent liabilities

S.No	Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
1	Bank Guarantee	243.02	215.68	231.56
2	L.C	443.43	399.56	40.45

CONSOLIDATED FINANCIAL STATEMENTS OF AISHWARYA TECHNOLOGIES AND TELECOM LIMITED

&

BHASHWANTH POWER PROJECTS PRIVATE LIMITED

2017-2018

CSVR & Associates
Chartered Accountants

Flat No.F-2, Trendset Ville,
Road No.3, Banjara Hills,
Hyderabad - 500034
Ph: 8885142303

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED IND AS FINANCIAL STATEMENTS

To
The Members of
M/s. AISHWARYA TECHNOLOGIES AND TELECOM LIMITED

Report on the Consolidated Ind AS financial statements

We have audited the accompanying consolidated Ind AS financial statements of **M/s.AISHWARYA TECHNOLOGIES AND TELECOM LIMITED [Formerly known as AISHWARYA TELECOM LIMITED]**, ("the Company"), its subsidiary M/s. Bhaswanth Power Projects Private Limited (collectively referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss (including consolidated Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Ind AS financial statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance including consolidated other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the companies Act, 2013. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit.

While conducting the audit, we have taken into account the provision of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.
We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal financial controls relevant to the Holding Company's preparation of the consolidated Ind AS financial statements that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in Indiaincluding the Ind AS, of the state of affairs (financial position) of the Group as at 31st March, 2018,its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Consolidated Other Comprehensive Income), the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of the consolidated Ind AS financial statements.

(d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act.

(e) On the basis of the written representations received from the directors as on 31st March, 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in the "Annexure A"; and

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Group does not have any pending litigations which would impact its financial position in its consolidated Ind AS financial statements.

(ii) The Group has not entered into any long-term contracts including derivatives contracts requiring provision under applicable laws or accounting standards, for material foreseeable losses and

There were amounts, required to be transferred, to the Investor Education and Protection Fund by the Group in accordance with the relevant provisions of the Companies Act, 2013.

Financial Year	Amount Rs.
2009-10	91507

For CSVR& ASSOCIATES

CHARTERED ACCOUNTANTS
FRN: 012121S

PLACE : HYDERABAD
DATE : 30.05.2018

(CA. VENKATESH G.)
PARTNER
Membership No.239608

ANNEXURE –A TO THE CONSOLIDATED AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of theCompanies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated Ind AS financial statements of the group as of and for the year ended 31st March, 2018, we have audited the internal financial controls over financial reporting of **M/s. M/s. AISHWARYA TECHNOLOGIES AND TELECOM LIMITED [Formerly known as AISHWARYA TELECOM LIMITED]**, ("the Company") and its subsidiary company which are incorporated in India as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to group's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the group's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A group's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. The group's internal financial control over financial reporting includes those policies and procedures that(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the group; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the group are being made only in accordance with authorisations of management and directors of the group; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the group's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company and its subsidiary company, which are incorporated in India, have in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31stMarch 2018, based on the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

PLACE : HYDERABAD
DATE : 30.05.2018

(CA. VENKATESH G.)
PARTNER
Membership No.239608

Aishwarya Technologies and Telecom Limited
Consolidated Balance Sheet as at March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes			
ASSETS				
Non-current assets				
Property, plant and equipment	3	4,79,00,132	4,38,05,080	5,35,62,647
Goodwill	4	22,500	22,500	22,500
Other intangible assets	5	27,806	1,23,234	9,441
Deferred tax assets (net)	6	3,42,69,711	39,46,063	73,10,904
Total Non - Current Assets		8,22,20,148	4,78,96,876	6,09,05,492
Current Assets				
Inventories	7	10,50,94,344	11,65,82,441	10,56,54,096
Financial assets				
(a) Trade receivables	8	18,28,21,564	23,19,63,578	20,85,49,337
(b) Cash and cash equivalents	9	22,74,769	1,23,06,244	60,22,936
(c) Bank balances other than (b) above	9	1,76,19,805	2,68,56,695	2,84,24,816
(d) Other financial assets	10	1,70,08,952	2,37,49,847	2,84,38,411
Current tax assets	6	9,87,017	9,72,579	9,79,448
Other current assets	11	1,63,47,481	4,00,25,473	5,34,49,290
Total Current assets		34,21,53,932	45,24,56,857	43,15,18,334
Total Assets		42,43,74,080	50,03,53,734	49,24,23,827
EQUITY AND LIABILITIES				
Equity				
Equity share capital	12	11,10,69,710	10,78,19,710	10,78,19,710
Other equity	13	14,39,55,830	22,93,97,375	23,56,26,144
Equity attributable to owners of the Company		25,50,25,540	33,72,17,085	34,34,45,854
Non-controlling interests	14	5,00,723	5,04,235	5,07,760
Total Equity		25,55,26,263	33,77,21,320	34,39,53,614
Non-current liabilities				
Financial Liabilities				
(a) Borrowings	15	19,438	1,22,533	-
Employee benefit obligations	16	1,57,598	4,20,250	4,03,822
Deferred tax liabilities, net	6	-	-	-
Total Non-current liabilities		1,77,036	5,42,783	4,03,822
Current liabilities				
Financial liabilities				
(a) Borrowings	17	8,36,91,985	6,07,02,020	3,78,53,378
(b) Trade payables	18	2,04,61,212	5,24,47,286	6,78,79,502
(c) Other financial liabilities	19	5,67,07,220	4,53,16,463	3,77,11,044
Employee benefit obligations	16	40,63,217	26,86,941	17,13,210
Current tax liabilities, net	6	-	5,73,498	13,69,917
Other current liabilities	20	37,47,147	3,63,422	15,39,339
Total Current liabilities		16,86,70,781	16,20,89,630	14,80,66,390
Total liabilities				
Total Equity and liabilities		42,43,74,080	50,03,53,733	49,24,23,826
Corporate information and significant accounting policies	1 & 2	(0)	(0)	(0)

VIDE OUR REPORT OF EVEN DATE Sd/-

FOR AND ON BEHALF OF THE BOARD Sd/-

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

(G.RAMA KRISHNA REDDY)
CHAIRMAN
DIN : 00136203

(G. RAMA MANOHAR REDDY)
MANAGING DIRECTOR
DIN: 00135900

Sd/-
(CA.VENKATESH G.)
PARTNER
Membership No.239608

Sd/-
(G.AMULYA REDDY)
WHOLE-TIME DIRECTOR & CFO
DIN: 00136428 As at March 31, 2018 As at March 31, 2017 As at April 1, 2016

Aishwarya Technologies and Telecom Limited
Consolidated Statement of Profit and Loss for the period ended March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	Sd/- March 31, 2018	For the Year ended March 31, 2017
INCOME			
Revenue from operations	21	24,24,85,785	55,43,26,878
Other income (net)	22	1,98,67,632	43,38,495
Total income		26,23,53,417	55,86,65,373
EXPENSES			
Employee benefits expense	23	3,03,40,427	2,53,88,771
Cost of materials consumed	24	85,19,923	1,25,92,842
Changes in inventories of finished goods and work-in-progress	25	71,34,300	(1,70,03,673)
Purchases of stock in trade		19,54,12,807	42,42,50,606
Finance costs	26	1,45,63,266	2,15,84,736
Depreciation and amortisation expense	27	90,08,884	1,06,12,528
Other operating expenses	28	11,91,62,193	8,31,89,952
Total expenses		38,41,41,800	56,06,15,762
Profit before exceptional items, share of profit from associate & joint venture and tax		(12,17,88,383)	(19,50,389)
Exceptional item (net)		3,44,484	1,00,000
Profit before share of profit from associate & joint venture and tax		(12,14,43,899)	(18,50,389)
Share of profit of associate			
Share of profit of joint venture			
Profit before tax		(12,14,43,899)	(18,50,389)
Tax expense			
Current tax	6	(47,734)	5,73,498
Deferred tax	6	(3,03,89,389)	35,18,351
Total tax expense		(3,04,37,123)	40,91,849
Profit for the year		(9,10,06,776)	(59,42,237)
Other comprehensive income			
A Items that will will not be reclassified subsequently to profit or loss			
(a) Remeasurements of the defined benefit plans		1,89,960	(4,43,566)
(b) Income tax relating to items that will not be reclassified to profit or loss		(65,741)	1,53,509
Total other comprehensive income		1,24,219	(2,90,057)
Total comprehensive income for the year		(9,08,82,557)	(62,32,294)
Profit for the year attributable to:			
- Owners of the Company			(46,80,913)
- Non controlling interests		(3,512)	(3,525)
		(3,512)	(46,84,438)
Total comprehensive income for the year attributable to:			
- Owners of the Company		(9,08,79,045)	(62,28,769)
- Non controlling interests		(3,512)	(3,525)
		(9,08,82,557)	(62,32,294)
Earnings per equity share			
(Equity shares, par value of ` 10 each)			
Basic and Diluted EPS		(4)	(0)
Corporate information and significant accounting policies	1 and 2		

VIDE OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD Sd/-

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

(G.RAMA KRISHNA REDDY)
CHAIRMAN
DIN : 00138203

(G. RAMA MANOHAR REDDY)
MANAGING DIRECTOR
DIN: 0013590029

Sd/-
(CA.VENKATESH G.)
PARTNER
Membership No.239608

Sd/-
(G.AMULYA REDDY)
WHOLE-TIME DIRECTOR & CFO
DIN: 00138428 For the Year ended

Aishwarya Technologies and Telecom Limited
Cash flow statement
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Amount	31-March-2018	Amount	31-March-2017
Cash flow from operating activities				
Profit before tax		(12,14,43,899)		(18,50,389)
Adjustment for				
Depreciation	90,08,884		1,06,12,528	
Interest expense	1,45,63,266		2,15,84,736	
Bad debts written off	5,51,52,591		4,50,69,150	
Bad deposits written off	1,04,76,668		74,12,636	
Advances written off	2,63,51,903		-	
Profit on sale of fixed assets	(3,44,484)		(1,00,000)	
Cash flow before working capital changes				
(Increase)/Decrease in Inventories	1,14,88,097		(1,09,28,345)	
(Increase)/Decrease in Trade receivables	(60,10,577)		(6,84,83,391)	
(Increase)/Decrease in Other financial assets	(37,35,773)		(27,24,072)	
(Increase)/Decrease in Other Assets	(26,73,911)		1,34,23,817	
(Increase)/Decrease in Other Bank balances	92,36,890		15,68,121	
Increase/(Decrease) in Trade Payables	(3,19,86,074)		(1,54,32,216)	
Increase/(Decrease) in Other financial liabilities	(1,61,12,996)		(2,18,38,364)	
Increase/(Decrease) in Provisions	13,03,584		5,46,593	
Increase/(Decrease) in Other liabilities	33,83,725		(11,75,917)	
Cash flow from operating activities		(4,13,42,106)		(2,23,15,113)
Less: Tax paid	(5,40,202)		(13,63,048)	
Net cash flow from operating activities		(4,18,82,308)		(2,36,78,161)
Cash flow from investing activities				
Purchase of property, plant and equipment	(1,30,24,124)		(8,38,449)	
Sale of property, plant and equipment	3,60,100		1,00,000	
Purchase of Intangible assets	-		(1,30,304)	
Net cash flow from investing activities		(1,26,64,024)		(8,68,753)
Cash flow from financing activities				
Issue of share warrants		86,87,500		-
Proceeds from Chits		2,45,64,665		2,33,54,015
Proceeds from (Repayment) Long term borrowings		(1,03,095)		1,22,533
Short term loan		2,29,89,965		2,28,48,642
Current maturities of finance lease obligation		3,53,513		2,19,396
Interest Paid		(1,19,77,691)		(1,57,14,364)
Net cash flow from financing activities		4,45,14,857		3,08,30,222
Net cash flow during the year		(1,00,31,475)		62,83,308
Cash & cash equivalent at the beginning of the year		1,23,06,244		60,22,936
Cash & cash equivalent at the end of the year		22,74,769		1,23,06,244

VIDE OUR REPORT OF EVEN DATE for CSVR & ASSOCIATES

(G.RAMA KRISHNA REDDY)

(G. RAMA MANOHAR REDDY)
MANAGING DIRECTOR

CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

CHAIRMAN
DIN : 00136203

Sd/-
(CA.VENKATESH G.)
PARTNER
Membership No.239608

Sd/-
(G.AMULYA REDDY)
WHOLE-TIME DIRECTOR & CFO
DIN: 00136428

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

Background
Aishwarya Technologies and Telecom Limited is a manufacturer and distributor of Test and measuring instruments in Telecom field. It designs, develops, manufactures and markets over 25 Telecom testers like OTDR, Optical Power Meter, Laser sources, Variable attenuators etc.

1. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation
(i) Compliance with Ind AS
The financial statements comply in all material aspects with Indian Accounting Standards(Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.
(ii) Historical cost convention
The financial statements have been prepared on a historical cost basis
(iii) Principles of consolidation
Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.
The acquisition method of accounting is used to account for business combinations by the group.
The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains/losses on transactions between group companies are eliminated.
Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

b) Segment reporting
Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The Board of directors are identified as chief operating decision makers. Refer note XX for segment information presented.

c) Foreign currency translation

(i) Functional and presentation currency
Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (□), which is group's functional and presentation currency.
(ii) Transactions and balances

d) Revenue Recognition:
Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade allowances, rebates, value added taxes and amounts collected on behalf of third parties.

The group recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the group's activities as described below.
Sale of products

Timing of recognition- Revenue from sale of products is recognised when significant risks and rewards in respect of ownership of products are transferred to customers based on the terms of sale.
Measurement of revenue- Revenue from sales is based on the price specified in the sales contracts, net of volume discounts and returns at the time of sale.

f) Income tax
The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.
Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.
Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.
Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity, In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively

g) Leases
As a lessee:
Leases of property, plant and equipment where the group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the group as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit and loss on a straight line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

h) Impairment of assets
Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

i) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

j) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment.

k) Inventories

Raw materials and stores, work-in-progress, traded and finished goods are stated at the lower of cost and net realizable value. Cost of raw materials and traded goods comprise of cost of purchase. Cost of work-in-progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the later being allocated on the basis of normal operating capacity. Cost of inventories also include all other cost incurred in bringing the inventories to their present location and condition. Costs are assigned to individual items of inventory on weighted average basis. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

l) Investments and other financial assets

1) Classification

The group classifies its financial assets in the following measurement categories:

• those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and

• those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income.

2) Measurement

At initial recognition, the group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Debt instruments:

Subsequent measurement of debt instruments depends on the group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the group classifies its debt instruments:

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income from these financial assets is included in other income using the effective interest rate method.

through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in profit or loss and presented net in the statement of profit and loss within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in other income.

Equity instruments

The group subsequently measures all equity investments at fair value. Where the group's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the group's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/(losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

III) Impairment of financial assets

The group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 32 details how the group determines whether there has been a significant increase in credit risk. For trade receivables only, the group applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

IV) Derecognition of financial assets

A financial asset is derecognized only when

• The group has transferred the rights to receive cash flow from the financial asset or

• retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay cash flows to one or more recipients.

Where the entity has transferred an asset, the group evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset is not derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the group has not retained control of the financial asset. Where the group retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

m) Income recognition

Interest income

Interest income is recognised using effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. when calculating the effective interest rate, the group estimates the expected cash flows by considering all the contractual terms of the financial instruments but does not consider the expected credit losses

o) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group or the counterparty.

p) Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind AS
On transition to Ind AS, the group has elected to continue with the carrying value of all its property, plant and equipment recognized as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Depreciation/Amortisation methods, estimated useful lives and residual value
Depreciation is calculated using the written down value basis at the rates arrived at based on the useful lives prescribed in Schedule II of the Companies Act, 2013. The group follows the policy of charging depreciation on pro-rata basis on the assets acquired or disposed off during the year.
The residual values are not more than 5% of the original cost of the asset. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains or losses on disposal are determined by comparing proceeds with carrying amount.

q) Intangible assets

(i) Recognition

Intangible assets are recognised only when future economic benefits arising out of the assets flow to the enterprise and are amortised over their useful life.

(ii) Amortization methods and periods
The group amortizes intangible assets on a straight line method over a period of three years.

(iii) Transition to Ind AS
On transition to Ind AS, the group has elected to continue with the carrying value of all of intangible assets recognized as at 1 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.

r) Trade and other payables

These amounts represent liabilities for goods and services provided to the group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

s) Borrowings

Borrowings are initially recognized at fair value, net of transaction cost incurred. Borrowings are subsequently measured at all or part of the liability (debt for equity swap), a gain or loss is recognized in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instrument issued.

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability

t) Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.
Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalization.
Other borrowings costs are expensed in the period in which they are incurred.

u) Provisions

Provisions for legal claims, volume discounts and returns are recognised when the group has a present legal or constructive obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provisions due to the passage of time is recognized as interest expense.

v) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(ii) Other long-term employee benefit obligations

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligations. Remeasurements as a result of the experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(iii) Post-employment obligations

The group operates the following post-employment schemes:

(a) Defined benefit plans such as gratuity; and

(b) Defined contribution plans such as provident fund.

Gratuity obligations

The liability or assets recognized in the balance sheet in respect of gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in □ is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The benefits which are denominated in currency other than □, the cash flows are discounted using market yields determined by reference to high-quality corporate bonds that are denominated in the current in which the benefits will be paid, and that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

Defined contribution plans
The group pays provident fund contributions to publicly administered funds as per local regulations. The group has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

(iv) Bonus plans
The group recognizes a liability and an expense for bonuses. The group recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

w) Contributed equity
Equity shares are classified as equity.
Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

x) Dividends
Provision is made for the amount of any dividend declared, being appropriately authorized and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

y) Earning per share

(i) Basic earnings per share
Basic earnings per share is calculated by dividing:
• The profit attributable to owners of the group
• By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

(ii) Diluted earnings per share
Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:
• The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
• The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

2. Critical estimates and Judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the group's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgements are:
1. Estimation of current tax expense and payable
2. Estimation of defined benefit obligation
Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the group and that are believed to be reasonable under the circumstances.

3. Property, plant and equipment

Description of Assets	Freehold land	Buildings	Computers	Vehicles	Total
I. Cost or deemed cost					
Balance as at April 1, 2016	1,97,14,537	77,62,588	1,46,250	4,58,759	5,35,62,647
Additions	-	-	1,34,240	5,35,300	8,38,449
Disposals	-	-	-	-	-
Acquisitions through business combination	-	-	-	-	-
Derecognised on disposal of a subsidiary	-	-	-	-	-
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2017	**1,97,14,537**	**77,62,588**	**2,80,490**	**9,94,059**	**5,44,01,096**
Additions	-	-	1,55,597	9,00,000	1,30,24,124
Disposals	-	-	-	(7,40,848)	(7,40,848)
Additions through business combination	-	-	-	-	-
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2018	**1,97,14,537**	**77,62,588**	**4,36,087**	**11,53,211**	**6,66,84,372**
II. Accumulated depreciation					
Balance as at 1 April, 2016	-	-	-	-	-
Depreciation expense for the year	-	14,15,120	1,93,842	3,49,785	1,05,96,016
Eliminated on disposal of assets	-	-	-	-	-
Acquisitions through business combinations	-	-	-	-	-
Eliminated on disposal of a subsidiary	-	-	-	-	-
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2017	-	**14,15,120**	**1,93,842**	**3,49,785**	**1,05,96,016**
Depreciation expense for the year	-	11,57,144	1,26,927	3,90,135	89,13,456
Acquisitions through business combinations	-	-	-	-	-
Eliminated on disposal of assets	-	-	-	(7,25,232)	**(7,25,232)**
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2018	-	25,72,264.00	3,20,768.63	14,688.35	1,87,84,240.44

Carrying Amount	Freehold land	Buildings	Computers	Vehicles	Total
Balance as at 1 April, 2016	1,97,14,537	77,62,588	1,46,250	4,58,759	5,35,62,647
Additions	-	-	1,34,240	5,35,300	8,38,449
Disposals	-	-	-	-	-
Acquisitions through business combination	-	-	-	-	-
Depreciation expense	-	(14,15,120)	(1,93,842)	(3,49,785)	(1,05,96,016)
Eliminated on Disposal of group undertakings	-	-	-	-	-
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2017	**1,97,14,537**	**63,47,468**	**86,648**	**6,44,274**	**4,38,05,080**
Additions	-	-	1,55,597	9,00,000	1,30,24,124
Disposals	-	-	-	(15,616)	(15,616)
Acquisitions through business combination	-	-	-	-	-
Depreciation expense	-	(11,57,144)	(1,26,927)	(3,90,135)	(89,13,456)
Foreign currency translation adjustments	-	-	-	-	-
Balance as at March 31, 2018	**1,97,14,537**	**51,90,324**	**1,15,318**	**11,38,523**	**4,79,00,132**

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

4. Goodwill

Cost or deemed cost	As at March, 2018	As at March, 2017
Balance at beginning of year	22,500	22,500
Balance at end of the year	**22,500**	**22,500**

5. Other intangible assets

Description of Assets	Computer software	Total
I. Cost or deemed cost		
Balance as at April 1, 2016	9,441	9,441
Additions	1,30,304	1,30,304
Balance as at March 31, 2017	**1,39,745**	**1,39,745**
Balance as at March 31, 2018	**1,39,745**	**1,39,745**
II. Accumulated depreciation and impairment		
Balance as at April 1, 2016	-	-
Amortisation expense for the year	16,511	16,511
Balance as at March 31, 2017	**16,511**	**16,511**
Balance as at March 31, 2018	**1,11,939**	**1,11,939**

Carrying Amount	Computer software	Total
Balance as at April 1, 2016	9,441	9,441
Additions	1,30,304	1,30,304
Depreciation expense	(16,511)	(16,511)
Balance as at March 31, 2017	**1,23,234**	**1,23,234**
Depreciation expense	(95,428)	(95,428)
Balance as at March 31, 2018	**27,806**	**27,806**

6. Income taxes

6.1 Deferred tax balance

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Deferred tax assets	3,42,69,711	51,16,279	73,10,904
Deferred tax liabilities	-	11,70,216	-
Total	**3,42,69,711**	**39,46,063**	**73,10,904**

2017-18	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive income	Closing balance
Deferred tax (liabilities)/assets in relation to				
Cost & Estimated Earnings in Excess of Billings				-
Depreciation & Amortization	(45,03,492)	15,51,650		(29,51,842)
Employee benefit expense	10,27,331	3,07,64,302		3,17,91,633
MAT credit	23,05,945	1,72,111		24,78,056
Indexation benefit on freehold land	31,67,989	2,34,634		34,02,623
Remeasurement costs of DBO		65,741	(65,741)	-
Others	19,48,291	(23,99,049)		(4,50,759)
Total	39,46,063	3,03,89,389	(65,741)	3,42,69,711
	0	-		-

2016-17	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive income	Closing balance
Deferred tax (liabilities)/assets in relation to				
Cost & Estimated Earnings in Excess of Billings			-	-
Depreciation & Amortization	(69,24,635)	24,21,143	-	(45,03,492)
Employee benefit expense	6,54,163	3,73,168	-	10,27,331
MAT Credit	97,16,662	(74,10,717)	-	23,05,945
Indexation benefit on freehold land	28,85,247	2,82,741	-	31,67,989
Remeasurement costs of DBO		(1,53,509)	1,53,509	-
Others	9,79,467	9,68,824	-	19,48,291
				-
Total	73,10,904	(35,18,350)	1,53,509	39,46,063
	-	0	-	0

6.2. Current tax assets and liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current tax assets			
TDS Receivable	2,81,443	2,67,005	2,73,874
Income tax refund receivable	7,05,574	7,05,574	7,05,574
Total Current tax assets	**9,87,017**	**9,72,579**	**9,79,448**
Current tax liabililties			
Income tax payable	-	5,73,498	13,69,917
Total Current tax liabilities	-	5,73,498	13,69,917

6.3 - Tax Expense

a) Recognised in statement of profit and loss

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Current tax		
In respect of the current year	-	5,73,498
In respect of prior years	(47,734)	-
	(47,734)	5,73,498
Deferred tax		
In respect of the current year	(3,03,89,389)	35,18,351
	(3,03,89,389)	**35,18,351**

b) Recognised in Other comprehensive Income

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Deferred tax		
In respect of the current year	(65,741)	1,53,509
	(65,741)	**1,53,509**

The Income tax expense for the year can be reconciled to the accounting profit as follows

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
	33.38%	33.06%
Profit before tax from continuing operations	(12,14,43,899)	(18,50,389)
Income tax expense calculated at 33.38% (2016-17 : 33.06%)	(4,05,42,831)	(6,11,794)
Effect of expenses that are not allowed as deduction in determining taxable profit	14,51,653	8,78,044
Effect of expenses that are allowed on payment basis for which deferred tax has not been created	(38,22,607)	28,27,828
Deferred tax asset not created on carried forward business loss for the current year	1,27,11,296	4,662
Indexation benefit on freehold land	(2,34,634)	(2,82,741)
Others	-	12,75,850
Income tax expense recognised in profit or loss	(3,04,37,123)	40,91,849

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

7. Inventories

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Inventories (lower of cost and net realisable value)			
Raw materials	38,26,725	81,80,522	1,42,55,850
Stock-in-Trade (including Finished Goods)	10,12,67,619	10,84,01,919	9,13,98,246
Total	**10,50,94,344**	**11,65,82,441**	**10,56,54,096**

There are no write off of inventory during the year

8. Trade receivables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade receivables - Current			
Unsecured, considered good	18,28,21,564	23,19,63,578	20,85,49,337
Doubtful	2,63,43,805	4,03,58,403	3,64,10,554
Less: Allowance for doubtful debts (expected credit loss allowance)	(2,63,43,805)	(4,03,58,403)	(3,64,10,554)
Total	**18,28,21,564**	**23,19,63,578**	**20,85,49,337**

Note - 9: Cash and Bank Balances

9A. Cash and Cash Equivalents

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Balances with Banks			
in current accounts	14,89,739	1,16,83,184	54,51,566
Cash on hand	7,85,030	6,23,060	5,71,370
Total Cash and cash equivalents	**22,74,769**	**1,23,06,244**	**60,22,936**

9B. Other Bank balances

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Unpaid dividend account	1,48,198	3,21,323	4,46,170
Deposits held as margin money/security for bank guarantees	1,74,71,607	2,65,35,372	2,79,78,646
Total	**1,76,19,805**	**2,68,56,695**	**2,84,24,816**

Notes:

(i) There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior periods.

10. Other financial assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Interest accured on deposits	44,21,420	46,98,356	43,31,845
Chit Investments	52,20,575	17,90,000	-
Security deposits	73,66,957	1,72,61,491	2,41,06,566
Total current other financial assets	**1,70,08,952**	**2,37,49,847**	**2,84,38,411**
Total other financial assets	**1,70,08,952**	**2,37,49,847**	**2,84,38,411**

11. Other assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current:			
Prepaid expenses	2,15,596	8,00,224	16,37,828
Balance with government authority	-	-	-
Advances to suppliers	1,18,66,414	3,48,21,414	4,50,04,042
Preoperative expenses	-	-	-
Other advances			
- Secured, considered good	-	-	-
- Unsecured, considered good	42,65,471	44,03,835	68,07,420
Total current assets	**1,63,47,481**	**4,00,25,473**	**5,34,49,290**
Total other assets	**1,63,47,481**	**4,00,25,473**	**5,34,49,290**

12. Equity share capital

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Authorised share capital:			
31,000,000 fully paid up equity shares of Rs.5 each (Previous year - 24,000,000 fully paid up equity shares of Rs. 5 each)	15,50,00,000	12,00,00,000	12,00,00,000
Issued and subscribed capital:			
2,22,13,942 Equity Shares of Rs.5 each fully paid up (Previous Year 2,15,63,942 Equity Shares of Rs.5 each fully paid up)	11,10,69,710	10,78,19,710	10,78,19,710
Total	11,10,69,710	10,78,19,710	10,78,19,710

Notes:

(A) Reconciliation of the number of shares outstanding:

Particulars	Number of shares	Amount
Balance at April 1, 2016	2,15,63,942	10,78,19,710
Issue of shares	-	-
Balance at March 31, 2017	2,15,63,942	10,78,19,710
Issue of shares	6,50,000	32,50,000
Balance at March 31, 2018	2,22,13,942	11,10,69,710

(B) Details of shares held by each shareholder holding more than 5% shares

	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
G.Rama Manohar Reddy	41,00,990	19%	41,00,990	19%	49,250	25%
K.Hari Krishna Reddy	11,17,038	5%	11,17,038	5%	1,47,750	75%

(C). Rights, preferences and restrictions attached to equity shares:

The company has one class of equity shares having a par value of Rs.5/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.

13. Other equity excluding non-controlling interests

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
General reserve	1,13,26,000	1,13,26,000	1,13,26,000
Securities premium account	11,86,08,770	11,86,08,770	11,86,08,770
Retained earnings	85,83,560	9,94,62,605	10,56,91,374
Money received against share warrants	54,37,500	-	-
Balance at end of year	14,39,55,830	22,93,97,375	23,56,26,144

13.1 General Reserve	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	1,13,26,000	1,13,26,000
Balance at end of year	1,13,26,000	1,13,26,000

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will note be reclassified subsequently to profit or loss.

13.2 Securities premium reserve	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	11,86,08,770	11,86,08,770
Balance at end of year	11,86,08,770	11,86,08,770

13.3 Retained earnings	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	9,94,62,605	10,56,91,374
Profit attributable to owners of the Company	(9,10,03,264)	(59,38,712)
Remeasurements of the defined benefit plans	1,24,219	(2,90,057)
Balance at end of year	85,83,560	9,94,62,605

13.4 Share warrants	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	-	-
Additions during the year	54,37,500	-
Balance at end of year	54,37,500	-

Aishwarya Technologies and Telecom Limited

Notes forming part of the Consolidated financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

14. Non-controlling Interests

Particulars	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	5,04,235	5,07,760
Share of profit for the year	(3,512)	(3,525)
Balance at end of year	**5,00,723**	**5,04,235**

15. Non-current borrowings

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Secured - at amortised cost			
Term loans			
from banks	19,438	1,22,533	-
Total non-current borrowings	**19,438**	**1,22,533**	-

* Current maturities on long-term borrowings have been disclosed under the head Other current financial liabilities

Summary of borrowing arrangements

15.1 Term Loans

Nature of Security & Terms of Repayment :

Hire purchase loan from Indus Ind Bank and Sundaram fin (Secured by the relevant assets for which loan is taken)

Net debt reconciliation

Particulars	Cash & Bank overdrafts	Liabilities from financing activities			Total
		Finance lease obligation	Non current borrowings	Current borrowings	
Net debt as at 31 March 2017	3,91,62,939	(2,19,396)	(1,22,533)	(6,07,02,020)	(2,18,81,010)
Cash flows	(1,92,68,365)	-	1,03,095	(2,29,89,965)	(4,21,55,235)
Interest expense	-	(1,34,117)	(74,898)	1,02,05,298	99,96,283
Interest paid	-	-	74,898	(1,02,05,298)	(1,01,30,400)
Net debt as at 31 March 2018	**1,98,94,574**	**(3,53,513)**	**(19,438)**	**(8,36,91,985)**	**(6,41,70,362)**
	-	-	-	-	

16. Employee benefits obligation

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Non Current			
- Leave Encashment	-	-	9,010
- Gratuity	1,57,598	4,20,250	3,94,812
	1,57,598	4,20,250	4,03,822
Current			
- Leave Encashment	10,16,243	6,06,882	1,53,643
- Gratuity	30,46,974	20,80,059	15,59,567
Total	**40,63,217**	**26,86,941**	**17,13,210**

(i) Leave obligations

The amount of the provision of Rs.1,016,243 (31 March 2017 Rs. 606,882 , 1 April 2016 Rs. 153,643) towards earned leaves is presented as current, since the company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The following amounts reflect leave that is not expected to be taken nor paid within the next 12 months.

	31 March 2018	31 March 2017	1 April 2016
Current leave obligations expected to be settled within the next 12 months	10,16,243	6,06,882	1,53,643

(ii) Post-employment obligations

Gratuity

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. The fund has the form of a trust and it is governed by the Board of Trustees, which consists of an equal number of employer and employee representatives. The Board of Trustees is responsible for the administration of the plan assets and for the definition of the investment strategy.

Each year, the Board of Trustees reviews the level of funding in the India gratuity plan. Such a review includes the asset-liability matching strategy and investment risk management policy. This includes employing the use of annuities and longevity swaps to manage the risks. The Board of Trustees decides its contribution based on the results of this annual review. Generally, it aims to have a portfolio mix of equity instruments, property and debt instruments. Generally equity instruments and property should not exceed 30% of total portfolio. The Board of Trustees aim to keep annual contributions relatively stable at a level such that no plan deficits (based on valuation performed) will arise.

As the plan assets include significant investments in quoted equity shares of entities in manufacturing and consumer products sector, the Group is also exposed to equity market risk arising in the manufacturing and consumer products sector.

Balance sheet amounts- Gratuity

Changes in the defined benefit obligation and fair value of plan assets as at 31March 2018:

	Gratuity cost charged to profit and loss				Remeasurement gains/(losses) in other comprehensive income							
	April 1, 2017	Service cost	Net interest expense	Sub-total included in profit or loss	Benefits paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from changes in demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	March 31, 2018
Defined benefit obligation	25,00,309	8,12,646	1,84,773	9,97,419	(1,03,196)			(1,89,960)		(1,89,960)		32,04,572
Fair value of plan assets	-	-	-	-			-			-		-
Benefit liability	25,00,309			9,97,419	(1,03,196)					(1,89,960)	-	32,04,572

Changes in the defined benefit obligation and fair value of plan assets as at 31March 2017:

	Gratuity cost charged to profit and loss				Remeasurement gains/(losses) in other comprehensive income							
	April 1, 2016	Service cost	Net interest expense	Sub-total included in profit or loss	Benefits paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from changes in demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	March 31, 2017
Defined benefit obligation	19,54,379	1,01,939	1,56,350	2,88,289	(1,35,925)			4,43,566		4,43,566		25,00,309
Benefit liability	19,54,379			2,88,289	(1,35,925)					4,43,566	-	25,00,309

(iii) Significant estimates: actuarial assumptions

The significant actuarial assumptions for defined benefit obligations are as follows:

	31 March 2018	31 March 2017	1 April, 2016
Discount rate	7.72%	8.00%	8.00%
Salary escalation rate	5.00%	4.00%	4.00%
Employee attrition rate	4.00%	2.00%	2.00%

Assumptions regarding mortality rate are set based on actuarial advice in accordance with published statistics.

(iv) Sensitivity analysis

A quantitative sensitivity analysis for significant assumption as at 31 March 2018 and 31 March 2017 is as shown below

	31st March 2018		31st March 2017	
Sensitivity level	1% Increase	1% Decrease	1% Increase	1% Decrease
Impact on defined benefit obligation				
Discount rate	(2,43,839)	2,78,805	(2,48,560)	2,94,884
Salary escalation rate	5,96,059	(4,91,022)	4,18,955	(3,32,690)
Attrition Rate	2,13,023	(2,36,020)	3,05,127	(3,43,461)
Mortality Rate	5,777	(5,789)	8,370	(8,409)

The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

(v) Risk exposure

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

- Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.
- Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.
- Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
- Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

(vi) Defined benefit liability and employer contributions

The weighted average duration (based on discounted cashflows) of the defined benefit obligation is 17.96 years (2017- 25.15 years, 2016- 23.97 years). Expected contributions to post-employment benefit plans for the year ending 31 March 2018 are Rs. 6,86,282

The following payments are expected contributions to the defined benefit plan in future years:

	Less than a year	Between 1-2 years	Between 2-5 years	Between 6-10 years	Over 10 years	Total
31 March, 2018						
Gratuity	25,898	-	-	4,87,869	26,90,805	32,04,572
Total	25,898	-	-	4,87,869	26,90,805	32,04,572

The average duration of the defined benefit plan obligation at the end of the reporting period is 17.9 years (31 March 2017: 25.15 years).

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

17. Current borrowings

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Secured - at amortised cost			
from banks (bank overdraft)	6,93,31,985	5,95,02,020	3,54,03,316
Loans from related parties	51,60,000	12,00,000	24,50,062
Loans from banks (refer note below)	92,00,000	-	-
Total	**8,36,91,985**	**6,07,02,020**	**3,78,53,378**

Notes:

i) Loan from related parties:
Loan from G Rama Manohar Reddy

ii) Loan from banks
Cash Credit from State Bank of Hyderabad is secured by Hypothecation of fixed assets and raw materials, semi-finished, finished goods and sundry debtors of the company and guaranteed by directors of the company in their personal capacities.
Rate of interest: 4.50% above MCLR (Present MCLR of interest is 8.15%), effective rate 12.65%

18. Trade Payables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade Payables - Current			
Dues to micro enterprises and small enterprises (Refer Note 30)	-	-	-
Dues to creditors other than micro enterprises and small enterprises	2,04,61,212	5,24,47,286	6,78,79,502
Total	**2,04,61,212**	**5,24,47,286**	**6,78,79,502**

19. Other financial liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Current Maturities of Finance Lease Obligation	3,53,513	2,19,396	1,56,566
Creditors for expenses	3,17,89,042	2,17,43,052	1,80,87,449
Chit Liability	2,45,64,665	2,33,54,015	1,94,67,029
Total	**5,67,07,220**	**4,53,16,463**	**3,77,11,044**

20. Other liabilities

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Advance from customers	37,47,147	3,63,422	15,39,339
Total	**37,47,147**	**3,63,422**	**15,39,339**

21. Revenue from operations

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of services	53,41,189	20,30,318
Manufacturing	1,32,38,982	1,43,36,710
Trading	22,39,05,614	53,79,59,850
Total	**24,24,85,785**	**55,43,26,878**

22. Other income (net)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest income on financial assets carried at amortised cost		
Bank deposits	13,91,799	18,12,741
	13,91,799	**18,12,741**
Other non-operating income		
Dividend income from chit fund	39,42,650	16,49,500
Commission Received	5,17,379	7,37,719
Excess Provision on Doubtful Debts	1,40,14,598	1,38,535
Miscelleneous income (net)	1,206	-
	1,84,75,833	**25,25,754**
Total	**1,98,67,632**	**43,38,495**

23. Employee Benefits Expense

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and wages, including bonus	2,80,16,288	2,38,45,765
Gratuity	9,97,419	663
Leave Encashment	4,09,361	7,01,855
Staff welfare expenses	9,17,359	8,40,488
Total	**3,03,40,427**	**2,53,88,771**

24. Cost of materials consumed

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
(a) Opening stock	81,80,522	1,42,55,850
(b) Add: Purchases	41,66,126	65,17,514
(c) Less: Closing stock	38,26,725	(81,80,522)
	85,19,923	**1,25,92,842**

25. Changes in inventories of finished goods and work-in-progress

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening Stock:		
Finished goods	10,84,01,919	9,13,98,246
	10,84,01,919	**9,13,98,246**
Closing Stock:		
Finished goods	10,12,67,619	10,84,01,919
	10,12,67,619	**10,84,01,919**
Net (increase) / decrease	**71,34,300**	**(1,70,03,673)**

26. Finance costs

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest expense		
- Interest on Working Capital Loan	1,02,05,298	93,33,260
- Interest on Hire Purchase Loan	74,898	39,814
- Interest on Buyers credit and Other FLC Charges	1,12,358	30,62,819
- Loan Processing Fees	7,36,007	5,31,612
- Chit liability	25,85,575	58,70,372
- Interest Others	8,49,130	27,46,859
Total	**1,45,63,266**	**2,15,84,736**

27. Depreciation and amortisation expense

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Depreciation of property, plant and equipment	89,13,456	1,05,96,016
Amortisation of intangible assets	95,428	16,511
Total	**90,08,884**	**1,06,12,528**

28. Other operating expenses

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
- Packing Material	1,47,273	1,65,237
- Testing & Calibration Expenses	13,09,814	15,93,247
- Rent	27,09,925	29,11,900
- Rates & Taxes	6,90,209	6,74,982
- Office Electricity & Maintenance	11,87,257	11,64,876
- Conveyance	12,66,697	13,23,335
- Subscription, Books & Periodicals	36,933	55,461
- Postage & Telegrams	2,37,192	2,88,518
- Prinitng & Stationery	5,01,357	7,20,247
- Regn. Licence & Filing Fees	11,07,271	12,95,496
- Professional & Consultancy Charges	19,79,971	13,86,423
- Professional Tax	-	7,500
- Insurance	5,08,485	4,57,855
- Recruitment Charges	47,150	62,035
- Donations	31,016	27,001
- Repairs & Maintenance	17,33,354	5,88,988
- Testing & Calibration Expenses	13,13,572	9,67,742
- Telephone & Fax Expenses	5,68,214	8,51,603
- Directors Sitting Fee	37,500	30,000
- Tour & Travelling Expenses		
a) Directors	18,59,726	15,13,811
b) Others	34,36,905	21,00,555
- Auditors Remmuneration	5,35,000	5,35,000
- Foreign Exchange Fluctuation Loss	(12,53,449)	(33,65,633)
- Advertisement Expenses	20,00,961	20,66,190
- Agency Commission	4,76,468	12,77,903
- Tender Expenses	55,179	1,27,388
- Business Promotion Expenses	1,67,359	3,19,407
- Carriage Outwards	24,04,807	43,03,242
- Penal charges on chit fund	-	2,76,114
- Provisional for Bad & Doubtful Debts	-	40,86,383
- Bad Deposits written off	1,04,76,668	74,12,636
- Advances written off	2,63,51,903	-
- Bad debts written off	5,51,52,591	4,50,69,150
- Bank Charges	20,84,885	28,95,360
Total	**11,91,62,193**	**8,31,89,952**

Notes:

i) Operating leases:

The company has no non-cancellable operating leases.

ii) Auditors' remuneration(net of service tax) comprises of:

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Company		
For statutory audit	3,93,750	4,75,000
For other services	1,31,250	50,000
Total Auditors' remuneration	**5,25,000**	**5,25,000**

29. Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	For the year ended	
	31-Mar-18	31-Mar-17
Profit after tax	(9,10,06,776.07)	(59,42,237.16)
Basic:		
Number of shares outstanding at the year end	2,22,13,942.00	2,15,63,942.00
Weighted average number of equity shares	2,12,96,818.71	2,15,63,942.00
Earnings per share	(4.27)	(0.28)

The potential equity shares are anti dilutive in nature. Hence Basic and Diluted EPS are same

30. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-	-
(iv) The amount of interest due and payable for the year	-	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors

31 First time Ind AS adoption reconciliations

These financial statements, for the year ended March 31, 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 01, 2016, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 01, 2016 and the financial statements as at and for the year ended March 31, 2017.

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Group has applied the following exemptions:

i) There is no change in the functional Currency of any of the components of the Company and accordingly, the Company has elected to continue with the carrying values for all of its property, plant and equipment, intangible assets and investment property as recognised in its Indian GAAP financial statements as the deemed cost at the transition date.

ii) Appendix C to Ind AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the Company has used Ind AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition.

iii) The Company has elected to adopt the carrying value under previous GAAP as on the date of transition i.e., April 01, 2016 in its separate financial statements and use that carrying values as its deemed cost as of the transition date.

iv) The Company has classified the financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind AS.

v) The Company has applied the exception related to impairment of financial assets given in Ind AS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognised and compared that to the credit risk as at April 1, 2016.

vi)The Company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occuringon or after April 01, 2016 (the transition date).

vii) The estimates as at April 01, 2016 and March 31, 2017 are consistent with those made for the same dates in accordance with Previous GAAP (after adjustments to reflect any differences in accounting policies) apart from impairment of financial assets based on expected credit loss model where application of Previous GAAP did not require estimation. The estimates used by the Company to present these amounts in accordance with Ind AS reflect conditions at April 01, 2016 (transition date) and as of March 31, 2017.

	Notes	As at March 31, 2017 (End of last period presented under previous GAAP)			As at April 1, 2016 (Date of transition)		
		Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet
Non-current assets							
Property, plant and equipment		4,38,05,080	-	4,38,05,080	5,35,62,647	-	5,35,62,647
Goodwill		22,500		22,500	22,500	-	22,500
Other intangible assets		1,23,234	-	1,23,234	9,441	-	9,441
Deferred tax assets (net)	6	-	39,46,063	39,46,063	34,46,190	38,64,714	73,10,904
Total non-current assets		4,39,50,813	39,46,063	4,78,96,876	5,70,40,778	38,64,714	6,09,05,492
Current Assets							
Inventories		11,35,33,441	30,49,000	11,65,82,441	10,14,32,150	42,21,946	10,56,54,096
Financial Assets							
(a) Trade receivables	1	26,21,59,174	(1,01,95,596)	25,19,63,578	21,48,96,250	(63,46,913)	20,85,49,337
(b) Cash and cash equivalents		1,23,06,244	-	1,23,06,244	60,22,956	-	60,22,956
(c)Bank balances other than (b) above		2,68,56,695	-	2,68,56,695	2,84,24,816	-	2,84,24,816
(d) Other Financial Assets		2,27,59,847	9,90,000	2,37,49,847	2,84,38,411	-	2,84,38,411
Current tax assets		9,72,579	-	9,72,579	9,79,448	-	9,79,448
Other current assets		4,14,32,132	(14,06,659)	4,00,25,473	5,48,55,949	(14,06,659)	5,34,49,290
Total current assets		46,00,20,112	(75,63,255)	45,24,56,857	43,50,49,960	(35,31,626)	43,15,18,334
Total assets		50,39,70,925	(36,17,192)	50,03,53,733	49,20,90,738	3,33,088	49,24,23,827
Equity							
Equity share capital		10,78,19,710	-	10,78,19,710	10,78,19,710	-	10,78,19,710
Other equity	5	23,18,44,351	(24,46,976)	22,93,97,375	23,65,25,264	(8,99,120)	23,56,26,144
Total equity (share holders' Funds)		33,96,64,061	(24,46,976)	33,72,17,085	34,43,44,974	(8,99,120)	34,34,45,854
Non Controlling Interests		5,04,235	-	5,04,235	5,07,760	-	5,07,760
Total Equity		34,01,68,296	(24,46,976)	33,77,21,320	34,48,52,734	(8,99,120)	34,39,53,614
Non-current liabilities							
Financial Liabilities							
(a) Borrowings		13,22,533	(12,00,000)	1,22,533	24,50,062	(24,50,062)	-
Employee benefit obligations		4,20,250	-	4,20,250	4,03,822	-	4,03,822
Deferred tax liabilities (Net)	6	11,70,216	(11,70,216)	-	-	-	-
Total non-current liabilities		29,12,999	(23,70,216)	5,42,783	28,53,884	(24,50,062)	4,03,822
Current liabilities							
Financial Liabilities							
(a) Borrowings		5,95,02,020	12,00,000	6,07,02,020	3,54,03,316	24,50,062	3,78,53,378
(b) Trade payables		5,24,47,286	-	5,24,47,286	6,78,79,502	-	6,78,79,502
(c) Other financial liabilities	7	4,53,16,663	-	4,53,16,663	3,64,78,836	12,32,208	3,77,11,044
Other current liabilities		3,63,422	-	3,63,422	15,39,339	-	15,39,339
Employee benefit obligations		26,86,941	-	26,86,941	17,13,210	-	17,13,210
Current Tax Liabilities (Net)		5,73,498	-	5,73,498	13,69,917	-	13,69,917
Total current liabilities		16,08,89,630	12,00,000	16,20,89,630	14,43,84,120	36,82,270	14,80,66,390
Total equity and liabilities		50,39,70,929	(36,17,192)	50,03,53,733	49,20,90,738	3,33,088	49,24,23,826
Refer - Notes - first time adoption reco sheet		-	-	-	-	(1)	(1)

Effect of Ind AS adoption on the Statement of profit and loss for the year ended March 31, 2017

Particulars	Note	Year ended March 31, 2017 (End of last period presented under previous GAAP)		
		Previous GAAP	Effect of transition to Ind AS	Ind AS
INCOME				
Revenue from operations		57,04,25,736	(1,60,98,858)	55,43,26,878
Other income (net)		26,88,995	16,49,500	43,38,495
Total income		57,31,14,731	(1,44,49,358)	55,86,65,373
EXPENSES				
Employee benefits expense		2,58,32,337	(4,43,566)	2,53,88,771
Cost of materials consumed		1,25,92,842	-	1,25,92,842
Changes in inventories of finished goods and work-in-progress		(1,81,76,619)	11,72,946	(1,70,03,673)
Purchases of stock in trade		42,42,50,606	-	42,42,50,606
Finance costs		1,57,14,364	58,70,372	2,15,84,736
Depreciation and amortisation expense		1,06,12,528	-	1,06,12,528
Other expenses		10,18,83,207	(1,86,93,255)	8,31,89,952
Total expenses		57,27,09,265	(1,20,93,503)	56,06,15,762
Profit before exceptional items, share of profit from associate & joint venture and tax		4,05,466	(23,55,855)	(19,50,389)
Exceptional item (net)		1,00,000	-	1,00,000
Profit before tax		3,05,466	(23,55,855)	(20,50,389)
Tax Expense				
Current tax		5,73,498	-	5,73,498
Deferred tax	6	46,16,406	(10,98,056)	35,18,351
		51,89,904	(10,98,056)	40,91,849
Profit for the year		(48,84,438)	(12,57,799)	(61,42,237)
Other comprehensive income				
A Items that will will not be reclassified subsequently to profit or loss				
(a) Remeasurements of the defined benefit plans	2	-	(4,43,566)	(4,43,566)
(b) Income tax relating to items that will not be reclassified to profit or loss	3	-	1,53,509	1,53,509
Total other comprehensive income		-	(2,90,057)	(2,90,057)
Total comprehensive income for the year		(48,84,438)	(15,47,856)	(64,32,294)
Profit for the year attributable to:				
- Owners of the Company		(46,80,913)	-	(46,80,913)
- Non controlling interests		(3,525)	-	(3,525)
		(46,84,438)	-	(46,84,438)
Total comprehensive income for the year attributable to:				
- Owners of the Company		(46,80,913)	(15,47,856)	(62,28,769)
- Non controlling interests		(3,525)	-	(3,525)
		(46,84,438)	(15,47,856)	(62,32,294)

A. Reconciliation of Total Equity as at March 31, 2017 and April 01, 2016.

Particulars	Notes	As at March 31, 2017	As at April 01, 2016
Total Equity as reported under previous GAAP		23,18,44,351	23,65,25,264
Adjustments:			
Dividend income & other costs related to Chit Fund	7	9,90,000	(12,32,208)
Creation of expected credit loss allowance	1	(47,01,096)	(6,14,719)
Deferred taxes on indexation benefit on land and Ind AS adjustments	6	49,62,770	38,64,714
Others		(34,08,593)	(29,16,913)
Remeasurement of defined benefit plans	2	(2,90,057)	
Total Equity as per Ind AS		22,93,97,375	23,56,26,144
		-	-

B. Reconciliation of Total Comprehensive Income for the year ended March 31, 2017.

Particulars	Notes	As at March 31, 2017	
Profit after tax reported under per previous GAAP		(46,84,438)	
Dividend income & other costs related to Chit Fund	7	22,22,208	
Remeasurement of defined benefit plans	2	4,43,566	
Impact of allowance for doubtful debts based on expected credit loss	1	(40,86,383)	
Deferred taxes on indexation benefit on land and Ind AS adjustments	6	10,98,056	
Others		(9,35,246)	
Profit after tax		(59,42,237)	0
Deferred tax on OCI adjustments	3	(2,90,057)	
Total comprehensive income as per Ind AS		(62,32,294)	0

Footnotes to the reconciliation of equity as at 1 April 2016 and 31 March 2017 and profit or loss for the year ended 31 March 2018:

1. Trade receivables: Under Indian GAAP, the Company has created provision for impairment of receivables consists only in respect of specific amount for incurred losses. Under Ind AS, impairment allowance has been determined based on Expected Loss model (ECL). Due to ECL model, the group impaired its trade receivable by INR 36,410,554 on 1 April 2016 which has been eliminated against retained earnings. The impact of INR 40,358,403 for year ended on 31 March 2017 has been recognized in the statement of profit and loss.

2. Remeasurement costs of defined benefit obligations: Under previous GAAP, the actuarial gains/losses are recognised in P&L as and when incurred. Under Ind AS, the remeasurement costs of defined benefit plans are recognised through OCI.

3. Other comprehensive income: Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS

4. Statement of cash flows: The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flows.

5. Retained Earnings: Retained earnings as at April 1, 2016 has been adjusted consequent to the above Ind AS transition adjustments

6. Deferred tax: Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. In addition, the various transitional adjustments lead to temporary differences. Hence, deferred tax has been created on the indexation benefit available on land.

7. Chit liability: As per Ind AS 109 Financial instruments, the chit liability is valued at amortized cost using the Effective interest rate method

Ind AS rounded off Ind AS rounded off Ind AS rounded off

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

32 Capital and Financial risk management objectives and policies

A. Capital management and Gearing Ratio

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Borrowings including interest accrued on borrowings	8,37,11,423	6,08,24,553	3,78,53,378
Trade payables	2,04,61,212	5,24,47,286	6,78,79,502
Other liabilities	37,47,147	3,63,422	15,39,339
Less: Cash and cash equivalents	(22,74,769)	(1,23,06,244)	(60,22,936)
Net debt	10,56,45,013	10,13,29,017	10,12,49,283
Equity	11,10,69,710	10,78,19,710	10,78,19,710
Other Equity	14,39,55,830	22,93,97,375	23,56,26,144
Total Equity	25,50,25,540	33,72,17,085	34,34,45,854
Capital and net debt	36,06,70,553	43,85,46,102	44,46,95,137
Gearing ratio in % (Net Debt/ Capital and net debt)	29.29%	23.11%	22.77%

In order to achieve this overall objective, the Company capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2018 and 31 March 2017.

B. Financial Risk Management Framework

The Company's principal financial liabilities, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management oversees that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.
The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected,after the impact of hedge accounting. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Impact on Profit before tax	
	31-Mar-18	31-Mar-17
Interest rates-Increase by 0.5%	(3,73,833)	(3,68,904)
Interest rates-decrease by 0.5%	3,73,833	3,68,904

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in prior years.

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analyzing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, investments, derivative financial instruments, cash and cash equivalents, bank deposits and other financial assets.

Credit risk management

A. Credit risk on cash and cash equivalents is limited as the Company generally invest in deposits with banks with high credit ratings assigned by external agencies.
B. Financial assets that potentially expose the company to credit risks are listed below

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the Company's Finance Committee. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments. The Company's maximum exposure to credit risk for the components of the balance sheet at 31 March 2018 and 31 March 2017 is the carrying amounts as illustrated in Note 9 except for financial guarantees and derivative financial instruments.

(i) Year ended 31 March, 2018:
(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				

Loss allowance measured at 12 month expected credit losses	Other financial assets	1,70,08,952	-	1,70,08,952
Loss allowance measured at Life time expected credit losses				-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	20,91,65,369	(2,63,43,805)	18,28,21,564

(ii) Year ended 31 March, 2017:

(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				
Loss allowance measured at 12 month expected credit losses	Other financial assets	2,37,49,847	-	2,37,49,847
	Loans	-	-	-
Loss allowance measured at Life time expected credit losses		-	-	-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	27,23,21,981	(4,03,58,403)	23,19,63,578

(iii) Year ended 01 April, 2016:

(a) Expected credit loss for financial assets where general model is applied

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Financial assets for which credit risk has not increased significantly since initial recognition				
Loss allowance measured at 12 month expected credit losses	Other financial assets	2,84,38,411	-	2,84,38,411
	Loans			
Loss allowance measured at Life time expected credit losses		-	-	-

(b) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	24,49,59,891	(3,64,10,554)	20,85,49,337

(iv) Reconciliation of Loss allowance provision

Particulars	Provision on Trade Receivables
Loss allowance as at April 01, 2016	3,64,10,554
Add/(Less):	
Provision made during the period	39,47,849
Loss allowance as at March 31, 2017	4,03,58,403
Add/(Less):	
Provision reversed during the period	(1,40,14,598)
Loss allowance as at March 31, 2018	2,63,43,805

Significant estimates and judgements

Impairment of financial assets

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditionsas well as forward looking estimates at the end of each reporting period.

Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assetsand liabilities. The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Particulars	On Demand	in next 12 months	>1 year	Total
Year ended March 31, 2018				
Borrowings		8,36,91,985	19,438	8,37,11,423
Other financial liabilities		5,67,07,220	-	5,67,07,220
Trade and other payables		2,04,61,212	-	2,04,61,212
	-	16,08,60,417	19,438	16,08,79,855
Year ended March 31, 2017				
Borrowings		6,07,02,020	1,22,533	6,08,24,553
Other financial liabilities		4,53,16,463	-	4,53,16,463
Trade and other payables		5,24,47,286	-	5,24,47,286
	-	15,84,65,769	1,22,533	15,85,88,302
Year ended April 01, 2016				
Borrowings		3,78,53,378	-	3,78,53,378
Other financial liabilities		3,77,11,044	-	3,77,11,044
Trade and other payables		6,78,79,502	-	6,78,79,502
	-	14,34,43,924	-	14,34,43,924

Market risk - Foreign exchange exposure:

Foreign exchange risk sensitivity

A reasonably possible strengthening (weakening) of the INR, against the foreign currency would have affected the measurement of financial instruments denominated in foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecasts sales and purchases.

Particulars	Impact on Profit and loss account	
	For the year ended 31 March 2018	For the year ended 31 March 2017
EUR Sensitivity		
Increase of USD by Rs. 1/-	(40,328)	(5,93,654)
Decrease of USD by Rs. 1/-	40,328	5,93,654
EUR Sensitivity		
Increase of EUR by Rs. 1/-	(24,619)	(87,313)
Decrease of EUR by Rs. 1/-	24,619	87,313
Pound sensitivity		
Increase of Pound by Rs. 1/-	(14,132)	-
Decrease of Pound by Rs. 1/-	14,132	-
JPY Sensitivity		
Increase of JPY by Rs. 1/-	(52,63,760)	(20,13,739)
Decrease of JPY by Rs. 1/-	52,63,760	20,13,739

33. Financial Instruments

Financial instruments by category

The carrying value and fair value of financial instruments by categories as of 31 March 2018 were as follows:

Particulars	Fair value heirarchy	Amortised cost	Total carrying value	Total fair value
Assets:				
Current			-	
(i) Trade receivables	Level 3	10,50,94,344	10,50,94,344	10,50,94,344
(ii) Cash and cash equivalents	Level 3	22,74,769	22,74,769	22,74,769
(iii) Bank balances other than (ii) above	Level 3	1,76,19,805	1,76,19,805	1,76,19,805
(iv) Other financial assets	Level 3	1,70,08,952	1,70,08,952	1,70,08,952
Total		**14,19,97,870**	**14,19,97,870**	**14,19,97,870**
Liabilities:				
Non-Current				
(i) Borrowings	Level 3	19,438	19,438	19,438
Current				
(i) Borrowings	Level 3	8,36,91,985	8,36,91,985	8,36,91,985
(ii) Trade payables	Level 3	2,04,61,212	2,04,61,212	2,04,61,212
(iii) Other financial liabilities	Level 3	5,67,07,220	5,67,07,220	5,67,07,220
Total		**16,08,79,855**	**16,08,79,855**	**16,08,79,855**

The carrying value and fair value of financial instruments by categories as of 31 March 2017 were as follows:

Particulars	Fair value heirarchy	Amortised cost	Total carrying value	Total fair value
Assets:				
Current			-	-
(i) Trade receivables	Level 3	11,65,82,441	11,65,82,441	11,65,82,441
(ii) Cash and cash equivalents	Level 3	1,23,06,244	1,23,06,244	1,23,06,244
(iii) Bank balances other than (ii) above	Level 3	2,68,56,695	2,68,56,695	2,68,56,695
(iv) Other financial assets	Level 3	2,37,49,847	2,37,49,847	2,37,49,847
Total		**17,94,95,227**	**17,94,95,227**	**17,94,95,227**
Liabilities:				
Non-Current				
(i) Borrowings	Level 3	1,22,533	1,22,533	1,22,533
Current				
(i) Borrowings	Level 3	6,07,02,020	6,07,02,020	6,07,02,020
(ii) Trade payables	Level 3	5,24,47,286	5,24,47,286	5,24,47,286
(iii) Other financial liabilities	Level 3	4,53,16,463	4,53,16,463	4,53,16,463
Total		**15,85,88,302**	**15,85,88,302**	**15,85,88,302**

The carrying value and fair value of financial instruments by categories as of 1 April 2016 were as follows:

Particulars	Fair value heirarchy	Amortised cost	Total carrying value	Total fair value
Assets:				
Current			-	-
(i) Trade receivables	Level 3	20,85,49,337	20,85,49,337	20,85,49,337
(ii) Cash and cash equivalents	Level 3	60,22,936	60,22,936	60,22,936
(iii) Bank balances other than (ii) above	Level 3	2,84,24,816	2,84,24,816	2,84,24,816
(iv) Other financial assets	Level 3	2,84,38,411	2,84,38,411	2,84,38,411
Total		**27,14,35,500**	**27,14,35,500**	**27,14,35,500.10**
Liabilities:				
Current				
(i) Borrowings	Level 3	3,78,53,378	3,78,53,378	3,78,53,378
(ii) Trade payables	Level 3	6,78,79,502	6,78,79,502	6,78,79,502
(iii) Other financial liabilities	Level 3	3,77,11,044	3,77,11,044	3,77,11,044
Total		**14,34,43,924**	**14,34,43,924**	**14,34,43,924**

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 31 March 2018:

Aishwarya Technologies and Telecom Limited
Notes forming part of the Consolidated financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

34. Related party transactions

S.No.	Particulars	Associate Company		Key Management personnel	
		For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2018	For the year ended March 31, 2017
1	Remuneration	-	-	56,44,920	53,29,220
2	Loans repaid	-	-	30,00,062	46,62,051
3	Loans taken	-	-	17,50,000	-
4	Investment	15,00,000	15,00,000	-	-
5	Loan	-	-	12,00,000	24,50,062

35. Contingent liabilities

S.No	Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
1	Bank Guarantee	2,43,02,000	2,15,68,000	2,31,56,000
2	L.C	4,43,43,000	3,99,56,000	40,45,000

36. Segment Information

The Chief Operating Decision Maker (CODM) evaluates the group's performance and allocates resources based on an analysis of various performance indicators by industry classes. Accordingly, segment information has been presented for industry classes. The group's activities relate only to one segment i.e., manufacture and distribution of Test and measuring instruments in Telecom field. The group's business is organised into a single geographical segment - exports. Hence, no segment information is disclosed.
The group operates in one geographic segment "India"
Refer note 34 for revenue from related parties.

BHASHWANTH POWER PROJECTS PRIVATE LIMITED

ELEVENTH ANNUAL REPORT

2017-2018

CSVR & Associates
Chartered Accountants

Flat No.F-2, Trendset Ville,
Road No.3, Banjara Hills,
Hyderabad - 500034
Ph: 8885142303

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Bhaswanth Power Projects Private Limited

Report on the IND AS Financial Statements

We have audited the accompanying Ind AS financial statements of **Bhaswanth Power Projects Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31st March, 2018, its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.

   e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.

   f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our Report in "Annexure B".

   g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i. The Company does not have any pending litigations which would impact its financial position.

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      iii. There were no amounts required to be transferred, to the Investor Education and Protection Fund by the Company.

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 1 of Report on Other Legal and Regulatory Requirements, of our report of even date)

(i) The Company does not have any fixed assets thereby the maintenance of proper records, physical verification does not arise.

(ii) The Company is not holding any inventories. Accordingly, the provisions of paragraph 3 Clause (ii) of the Companies (Auditor's Report) Order, 2016 is not applicable to this company.

(iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, the provisions of paragraph 3 Clause (iii) of the Order are not applicable to this company.

(iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not given any loans, investments, guarantees and security during the year as per the provisions of sections 185 and 186 of the Companies Act, 2013.

(v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits in terms of directives issued by Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.

(vi) The maintenance of cost records has not been prescribed by the Central Government under subsection (1) of section 148 of the Companies Act.

(vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, Goods and Services Tax (GST), sales tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, Goods and Services Tax (GST), service tax, sales tax, customs duty, excise duty and cess were in arrears, wherever applicable, as at 31st March, 2018 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of sales tax, income tax, Goods and Services Tax (GST), customs duty, service tax, excise duty and cess which have not been deposited on account of any dispute.

(viii) The company has not availed any loans or borrowing from a financial institution or banks. Accordingly, paragraph 3 (viii) of the Order is not applicable.

(ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments). The term loan borrowed has been utilized for the purpose for which it was raised.

(x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.

(xi) The company is a Private Limited company. Hence, the provisions of section 197 read with Schedule V to the Companies Act are not applicable to the company. Accordingly, paragraph 3 (xi) is not applicable.

(xii) In our opinion and according to the information and explanations given to us, the company is not a nidhi company. Accordingly, paragraph 3 (xii) is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the company, there were no transactions with related parties during the year as referred to in section 188 of the Companies Act.

(xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) is not applicable.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

(CA.VENKATESH G.)
PARTNER
Membership No.239608

ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Bhaswanth Power Projects Private Limited** ("the Company") as of 31 March 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

for CSVR & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 012121S

Place: Hyderabad
Date : 30.05.2018

(CA.VENKATESH G.)
PARTNER
Membership No.239608

Bhashwanth Power Projects Private Limited
Balance Sheet as at March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
Non-current assets				
Capital work-in-progress	3	1,406,659	1,406,659	1,406,659
Total Non - Current Assets		1,406,659	1,406,659	1,406,659
Current Assets				
Financial assets				
(a) Trade receivables	4	527,000	527,000	527,000
(b) Cash and cash equivalents	5	10,983	13,232	11,540
Other current assets	6	47,000	47,000	85,000
Total Current assets		584,983	587,232	623,540
Total Assets		1,991,642	1,993,891	2,030,199
EQUITY AND LIABILITIES				
Equity				
Equity share capital	7	1,970,000	1,970,000	1,970,000
Other equity	8	(13,108)	941	15,041
Total Equity		1,956,892	1,970,941	1,985,041
Current liabilities				
Financial liabilities				
(a) Trade payables	9	34,750	22,950	45,158
Total Current liabilities		34,750	22,950	45,158
Total liabilities				
Total Equity and liabilities		1,991,642	1,993,891	2,030,199
Corporate information and significant accounting policies	1 & 2	-	-	-
		-	-	-

Bhashwanth Power Projects Private Limited
Statement of Profit and Loss for the period ended March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Notes	For the Year ended March 31, 2018	For the Year ended March 31, 2017
INCOME			
Total income		-	-
EXPENSES			
Other operating expenses	10	14,049	14,100
Total expenses		14,049	14,100
Profit before tax		(14,049)	(14,100)
Total tax expense		-	-
Profit for the year		(14,049)	(14,100)
Total comprehensive income for the year		(14,049)	(14,100)
Earnings per equity share			
(Equity shares, par value of ` 10 each)			
Basic and Diluted EPS		(0.07)	(0.07)
Corporate information and significant accounting policies	1 and 2		

Bhashwanth Power Projects Private Limited
Statement of changes in equity for the year ended March 31, 2018
(All amounts are in Indian rupees, except share data and where otherwise stated)

a. Equity

Particulars	Number of Shares	Amount
Issued and Paid up Capital at April 1, 2016	197,000	1,970,000
Less: Treasury Shares	-	-
Balance at April 1, 2016	**197,000**	**1,970,000**
Changes in equity share capital during the year	-	
Balance at March 31, 2017	**197,000**	**1,970,000**
Changes in equity share capital during the year	-	
Balance at March 31, 2018	**197,000**	**1,970,000**

b. Other Equity

Particulars	Reserves and Surplus Retained earnings	Total
Balance at April 1, 2016	15,041	15,041
Profit for the year	(14,100)	(14,100)
Balance at March 31, 2017	**941**	**941**
Profit for the year	(14,049)	(14,049)
		-
Balance at March 31, 2018	(13,108)	(13,108)

Bhashwanth Power Projects Private Limited
Cash flow statement
(All amounts are in Indian rupees, except share data and where otherwise stated)

Particulars	Amount	31-March-2018	Amount	31-March-2017
Cash flow from operating activities				
Profit before tax		(14,049)		(14,100)
Cash flow before working capital changes				
(Increase)/Decrease in Other Assets	-		38,000	
Increase/(Decrease) in Trade Payables	11,800		(22,208)	
Cash flow from operating activities		(2,249)		1,692
Less: Tax paid		-		-
Net cash flow from operating activities		(2,249)		1,692
Net cash flow from investing activities		-		-
Net cash flow from financing activities		-		-
Net cash flow during the year		(2,249)		1,692
Cash & cash equivalent at the beginning of the year		13,232		11,540
Cash & cash equivalent at the end of the year		10,983		13,232

Bhashwanth Power Projects Private Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

3. Capital work -in-progress

Carrying Amount	Capital Work in progress
Balance as at 1 April, 2016	1,406,659
Additions	-
Balance as at March 31, 2017	**1,406,659**
Additions	-
Balance as at March 31, 2018	**1,406,659**

4. Trade receivables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade receivables - Current			
Unsecured, considered good	527,000	527,000	527,000
Total	527,000	527,000	527,000

Note - 5: Cash and Bank Balances
5A. Cash and Cash Equivalents

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Balances with Banks			
in current accounts	9,807	10,456	10,756
Cash on hand	1,176	2,776	784
Total Cash and cash equivalents	10,983	13,232	11,540

6. Other assets

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current:			
Advances recoverable in cash or kind -Current	47,000	47,000	85,000
Total current assets	47,000	47,000	85,000
Total other assets	47,000	47,000	85,000

7. Equity share capital

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Authorised share capital:			
220,000 fully paid up equity shares of `10 each	2,200,000	2,200,000	2,200,000
Issued and subscribed capital:			
197,000 fully paid up equity shares of `10 each	1,970,000	1,970,000	1,970,000
Total	**1,970,000**	**1,970,000**	**1,970,000**

Notes:

(A) Reconciliation of the number of shares outstanding:

Particulars	Number of shares	Amount
Balance at April 1, 2016	197,000	1,970,000
Issue of shares	-	-
Balance at March 31, 2017	**197,000**	**1,970,000**
Issue of shares	-	-
Balance at March 31, 2018	**197,000**	**1,970,000**

(B) Details of shares held by each shareholder holding more than 5% shares

	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
G. Rama Manohar Reddy	49,250	25%	49,250	25%	49,250	25%
Aishwarya Technologies and Telecom Limited	147,750	75%	147,750	75%	147,750	75%

(C). Rights, preferences and restrictions attached to equity shares:

The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholdings.

Bhashwanth Power Projects Private Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

8. Other equity

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Retained earnings	(13,108)	941	15,041
Balance at end of year	**(13,108)**	**941**	**15,041**

8.1 Retained earnings	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year	941	15,041
Profit for the year	(14,049)	(14,100)
Balance at end of year	**(13,108)**	**941**

9. Trade Payables

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Current			
Dues to micro enterprises and small enterprises (Refer Note 11)	-	-	-
Dues to creditors other than micro enterprises and small enterprises	34,750	22,950	45,158
Total	34,750	22,950	45,158

Bhashwanth Power Projects Private Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

10. Other operating expenses

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Rates and taxes	1,800	1,500
Registration, Licence & Filing fee	1,600	2,300
Auditors' remuneration (Refer Note (i) below)	10,000	10,000
Miscellaneous expenses	649	300
Total	**14,049**	**14,100**

Notes:

i) Auditors' remuneration(net of service tax) comprises of:

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Company		
For statutory audit	10,000	10,000
Total Auditors' remuneration	**10,000**	**10,000**

Bhashwanth Power Projects Private Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

11. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2016
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-	-
(iv) The amount of interest due and payable for the year	-	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors

Bhashwanth Power Projects Private Limited

Notes forming part of the financial statements

(All amounts are in Indian rupees, except share data and where otherwise stated)

12. Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	For the year ended	
	31-Mar-18	31-Mar-17
Profit after tax	(14,049)	(14,100)
Basic:		
Number of shares outstanding at the year end	197000	197,000
Weighted average number of equity shares	197000	197000
Earnings per share (`)	-0.07	-0.07

Note: EPS is calculated based on profits excluding the other comprehensive income

13. Financial Instruments

Financial instruments by category

The carrying value and fair value of financial instruments by categories as of 31 March 2018 were as follows:

Particulars	Fair value heirarchy	Amortised cost	Total carrying value	Total fair value
Assets:				
Current			-	
(i) Trade receivables	Level 2	527,000	527,000	527,000
(ii) Cash and cash equivalents	Level 2	10,983	10,983	10,983
Total		**537,983**	**537,983**	**537,983**
Liabilities:				
Current				
(i) Trade payables	Level 2	34,750	34,750	34,750
Total		**34,750**	**34,750**	**34,750**

The carrying value and fair value of financial instruments by categories as of 31 March 2017 were as follows:

Particulars	Fair value heirarchy	Amortised cost	Total carrying value	Total fair value
Assets:				
Current				
(i) Trade receivables	Level 2	527,000	527,000	527,000
(ii) Cash and cash equivalents	Level 2	13,232	13,232	13,232
Total		**540,232**	**540,232**	**540,232**
Liabilities:				
Current				
(i) Trade payables	Level 2	22,950	22,950	22,950
Total		**22,950**	**22,950**	**22,950**

The carrying value and fair value of financial instruments by categories as of 1 April 2016 were as follows:

Particulars		Amortised cost	Total carrying value	Total fair value
Assets:				
Current				
(i) Trade receivables	Level 2	527,000	527,000	527,000
(ii) Cash and cash equivalents	Level 2	11,540	11,540	11,540
Total		**538,540**	**538,540**	**538,540**
Liabilities:				
Current				
(i) Trade payables	Level 2	45,158	45,158	45,158
Total		**45,158**	**45,158**	**45,158**

Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities
Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Bhashwanth Power Projects Private Limited

First-time Ind AS adoption reconciliations:

(All amounts are in Indian rupees, except share data and where otherwise stated)

Effect of Ind AS adoption on balance sheet as at March 31, 2017 and April 1, 2016

14. First time Ind AS adoption reconciliations

These financial statements, for the year ended March 31, 2018, are the first the Company with Ind AS. For periods up to and including the year ended March 31, 2017, the Com statements in accordance with accounting standards notified under section 133 of the together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP). Accordingly, the Company has prepared financial statements which comply with Ind ending on March 31, 2018, together with the comparative period data as at and for the ye described in the summary of significant accounting policies. In preparing these financial opening balance sheet was prepared as at April 01, 2016, the Company's date of tran explains the principal adjustments made by the Company in restating its Indian C including the balance sheet as at April 01, 2016 and the financial statements as at and fo 2017.

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective applicatio
i) There is no change in the functional Currency of any of the components of the Con Company has elected to continue with the carrying values for all of its property, plant assets and investment property as recognised in its Indian GAAP financial statements as tl
iii) The Company has elected to adopt the carrying value under previous GAAP as on the 01, 2016 in its separate financial statements and use that carrying values as its deemed cost
iv) The Company has classified the financial assets in accordance with Ind AS 109 circumstances that exist at the date of transition to Ind AS.

v) The Company has applied the exception related to impairment of financial assets give reasonable and supportable information that is available without undue cost or effort to the date that financial assets were initially recognised and compared that to the credit risk
vi)The Company has applied the derecognition requirements of financial assets and finar for transactions occuring on or after April 01, 2016 (the transition date).

vii) The estimates as at April 01, 2016 and March 31, 2017 are consistent with those r accordance with Previous GAAP (after adjustments to reflect any differences in accoı impairment of financial assets based on expected credit loss model where application require estimation. The estimates used by the Company to present these amounts in acc conditions at April 01, 2016 (transition date) and as of March 31, 2017.

	Notes	As at March 31, 2017 (End of last period presented under previous GAAP)			As at April 1, 2016 (Date of transition)		
		Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet
Non-current assets							
Capital work-in-progress		1,406,659	-	1,406,659	1,406,659	-	1,406,659
Total non-current assets		1,406,659	-	1,406,659	1,406,659	-	1,406,659
Current Assets							
Financial Assets							
(b) Trade receivables		527,000	-	527,000	527,000	-	527,000
(c) Cash and cash equivalents		13,232	-	13,232	11,540	-	11,540
Other current assets		47,000	-	47,000	85,000	-	85,000
Total current assets		587,232	-	587,232	623,540	-	623,540
Total assets		**1,993,891**	-	**1,993,891**	**2,030,199**	-	**2,030,199**
Equity							
Equity share capital		1,970,000	-	1,970,000	1,970,000	-	1,970,000
Other equity		941	-	941	15,041	-	15,041
Total equity (share holders' funds under previous GAAP)		**1,970,941**	-	**1,970,941**	**1,985,041**	-	**1,985,041**
Total non-current liabilities		-	-	-	-	-	-
Current liabilities							
Financial Liabilities							
(b) Trade payables		22,950	-	22,950	45,158	-	45,158
Total current liabilities		22,950	-	22,950	45,158	-	45,158
Total equity and liabilities		**1,993,891**	-	**1,993,891**	**2,030,199**	-	**2,030,199**

Refer - Notes - first time adoption reco sheet	-	-	-	-	-	-

Effect of Ind AS adoption on the Statement of profit and loss for the year ended March 31, 2017

Particulars	Note	Year ended March 31, 2017 (End of last period presented under previous GAAP)		
		Previous GAAP	Effect of transition to Ind AS	Ind AS
INCOME				
Total income		-	-	-
EXPENSES				
Other expenses		14,100	-	14,100
Total expenses		14,100	-	14,100
Profit before exceptional items, share of profit from associate & joint venture and tax		(14,100)	-	(14,100)
Profit before share of profit from associate & j		(14,100)	-	(14,100)
Profit before tax		(14,100)	-	(14,100)
Total tax expense		-	-	-
Profit for the year		(14,100)	-	(14,100)
Total comprehensive income for the year		(14,100)	-	(14,100)

Bhashwanth Power Projects Private Limited
Notes forming part of the financial statements
(All amounts are in Indian rupees, except share data and where otherwise stated)

15 Capital and Financial risk management objectives and policies

A. Capital management and Gearing Ratio
For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Trade payables	34,750	22,950	45,158
Less: Cash and cash equivalents	10,983	13,232	11,540
Net debt	**45,733**	**36,182**	**56,698**
Equity	1,970,000	1,970,000	1,970,000
Other Equity	(13,108)	941	15,041
Total Equity	**1,956,892**	**1,970,941**	**1,985,041**
Capital and net debt	**2,002,625**	**2,007,123**	**2,041,739**
Gearing ratio in % (Net Debt/ Capital and net debt)	**2.28%**	**1.80%**	**2.78%**

In order to achieve this overall objective, the Company capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2018 and 31 March 2017.

(i) Year ended 31 March, 2018:

(a) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	527,000	-	527,000

(ii) Year ended 31 March, 2017:
(a) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	527,000	-	527,000

(iii) Year ended 01 April, 2016:
(a) Expected credit loss for financial assets where simplified approach is followed

Particulars	Asset group	Estimated gross carrying amount at default	Expected credit loss (Impairment)	Carrying amount net of provision
Loss allowance measured at Life time expected credit losses	Trade Receivables	527,000	-	527,000

Particulars	On Demand	in next 12 months	>1 year	Total
Year ended March 31, 2018				
Trade and other payables		34,750	-	34,750
	-	34,750	-	34,750
Year ended March 31, 2017				
Trade and other payables		22,950	-	22,950
	-	22,950	-	22,950
Year ended April 01, 2016				
Trade and other payables		45,158	-	45,158
	-	45,158	-	45,158

Form No. MGT-11
Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	:	L72200TG1995PLC020569
Name of the company	:	Aishwarya Technologies and Telecom Limited
Registered office	:	1-3-1026 &1027, Singadikunta, Kavadiguda, Hyderabad, 500080 Telangana.
Name of the member(s)	:	
Registered Address	:	
E-mail Id	:	
Folio No./Client Id	:	
DP ID	:	

Name of the member(s):
Registered Address:
E-mail Id:
Folio No./Client Id:

I/We, being the member (s) of .... shares of the above named company, hereby appoint

1. Name : ....
   Address :_
   E-mail Id :
   Signature: ...., or failing him

2. Name : ....
   Address:
   E-mail Id :
   Signature: ...., or failing him

3. Name: ....
   Address:
   E-mail Id:
   Signature: ....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the Company, to be held on Friday, 30th day of November, 2018 at 11:00 a.m. at 1-3-1026 &1027, Singadikunta, Kavadiguda, Hyderabad, 500080 Telangana and at any adjourned meeting thereof in respect of such resolutions as are indicated below:

Resolutions :

1. Approval of financial statements (including consolidated financial statements) for the year ended 31.03.2018.
2. Appointment of Mrs. Amulya Reddy as a director who retires by rotation and being eligible offers herself for re-appointment.
3. To appoint Mr. K. Hari Krishna Reddy (DIN: 01302713) as director of the Company.
4. To appoint Mr. K. Hari Krishna Reddy (DIN: 01302713) as Whole-time director of the Company.
5. To appoint Mr. D. Venkateswara Rao (DIN: 03616715) as director of the Company.
6. To appoint Mr. D. Venkateswara Rao (DIN: 03616715) as Whole-time director of the Company.
7. To appoint Mr. Ashish Kasaraneni (DIN: 06763875) as director of the Company.
8. To appoint Mr. Medishetty Srinivas Kumar (DIN: 07878337) as Independent director of the Company.
9. To appoint Mr. M. Srinivasa Rao (Din: 03456187) as Independent director of the Company.
10. To appoint Mr. Mahesh A. Kuvadia (Din: 07195042) as Independent director of the Company.

Signed this .... day of........... 2018

Affix
Revenue
Stamp

Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Aishwarya Technologies and Telecom Limited
1-3-1026 &1027, Singadikunta, Kavadiguda, Hyderabad, 500080 Telangana

ATTENDANCE SLIP

(Please present this slip at the Meeting venue)

I hereby record my presence for the 23rd Annual General Meeting of the members to be held on Friday, 30th day of November, 2018 at 11:00 a.m. at 1-3-1026 &1027, Singadikunta, Kavadiguda, Hyderabad, 500080 Telangana and at any adjourned meeting thereof.

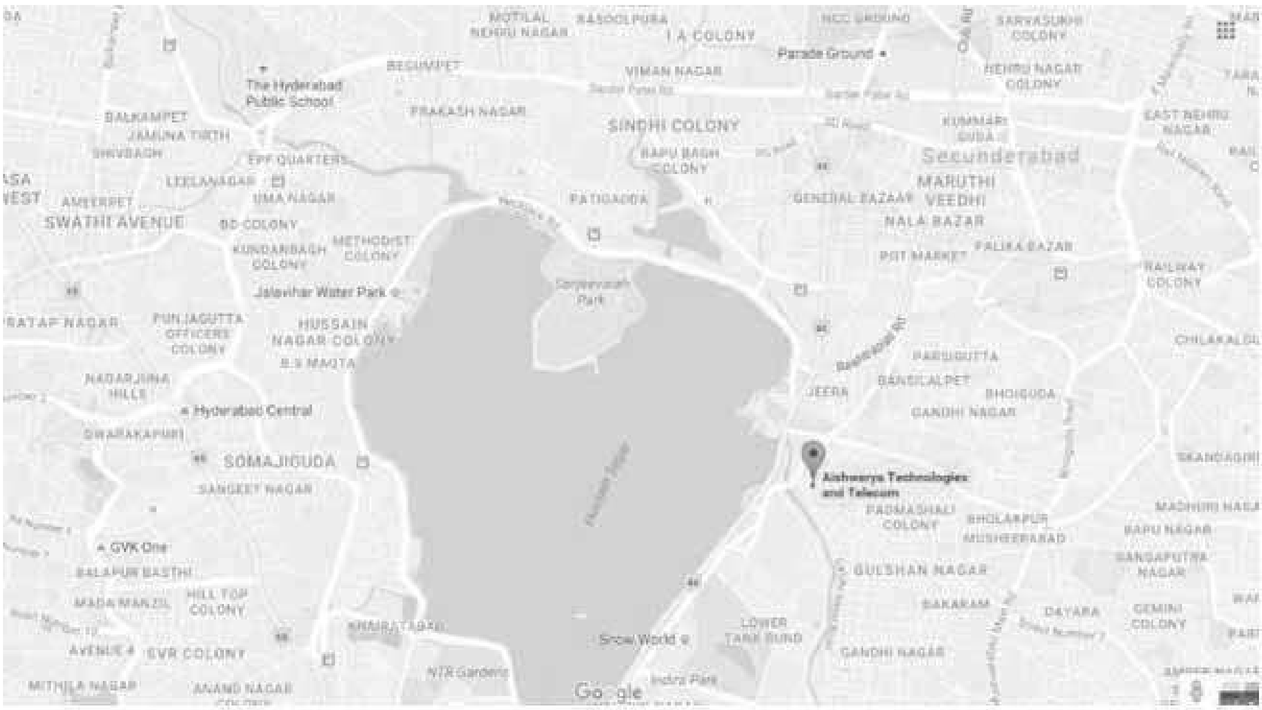
Shareholders/Proxy's Signature___________________________________
Shareholders/Proxy's full name___________________________________
(In block letters)

Folio No./ Client ID___________________

No. of shares held_________

Note:
Shareholders attending the meeting in person or by proxy are required

ROUTE MAP FOR AGM VENUE



BOOK-POST

PRINTED MATTER

To

If Undelivered Please return to :

AISHWARYA TECHNOLOGIES AND TELECOM LTD.

(Formerly known as AISHWARYA TELECOM LIMITED)

1-3-1026 & 1027, Singadikunta, Kawadiguda,
Hyderabad - 500 080. Telangana State, India.
Phone : +91-40-2753 1324, Fax : 2753 5423
E-mail : sales@aishwaryatechtele.com
Web : www.aishwaryatechtele.com